#### **ARIZONA CORPORATION COMMISSION UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

WILHOIT WATER COMPANY, INC. (THUNDERBIRD MEADOWS)

SECOND

# SEP 2007 SEP 2007 OIRECTOR OF UTILITIES

#### ANNUAL REPORT

FOR YEAR ENDING

12 31 2006

FOR COMMISSION USE

**ANN 04** 06

PROCESSED BY:

SCANNED

#### **COMPANY INFORMATION**

| Company Name (Business Name): WILHOIT WATER COMPANY, INC. (Thunderbird Meadows) |                             |                                    |  |  |  |  |  |
|---|-----------------------------|------------------------------------|--|--|--|--|--|
| Mailing Address: P.O. Box 870, 901 1st So (Street)                              | outh Street                 |                                    |  |  |  |  |  |
| Clarkdale,  | AZ                          | 86324                              |  |  |  |  |  |
| (City)  | (State)                     | (Zip)                              |  |  |  |  |  |
| 928-634-3760  | 928-634-8512                | n/a                                |  |  |  |  |  |
| Telephone No. (Include Area Code)   | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |  |  |  |  |  |
| Email Address: n/a  |                             |                                    |  |  |  |  |  |
| Local Office Mailing Address (Str.  | ant)                        |                                    |  |  |  |  |  |
| (Sur  | set)                        |                                    |  |  |  |  |  |
| (City)  | (State)                     | (Zip)                              |  |  |  |  |  |
| Local Office Telephone No. (Include Area Code)                                  | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |  |  |  |  |  |
| Email Address n/a   |                             |                                    |  |  |  |  |  |
|   |                             |                                    |  |  |  |  |  |

#### **MANAGEMENT INFORMATION**

|                                   | (Name)                      | (Tit             | le)                |
|-----------------------------------|-----------------------------|------------------|--------------------|
| Same as Above                     |                             |                  |                    |
| (Street)                          | (City)                      | (State)          | (Zip)              |
| Same as Above                     |                             |                  |                    |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. ( | Include Area Code) |
| Email Address n/a                 |                             |                  |                    |
| On Site Manager:                  |                             |                  |                    |
| <u> </u>                          | (Name)                      | -                |                    |
| (Street)                          | (City)                      | (State)          | (Zip)              |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. ( | Include Area Code) |
| Email Address                     |                             |                  |                    |

Please mark this box if the above address(es) have changed or are updated since the last filing.

| Statutory Agent:                                  | Douglas G. Martin, Esq. (Name)                 |                             |  |
|---|--|-----------------------------|--|
| 365 East Coronado Road, Suite 200 (Street)        | Phoenix<br>(City)                              | AZ<br>(State)               | <b>85004</b> (Zip)   |
| 602-230-0030<br>Telephone No. (Include Area Code) | <b>602-604-0004</b> Fax No. (Include Area Code | <b>n/a</b><br>Pager/Cell No | o. (Include Area Code)   |
| Attorney:   | -Same as Statutory Agent- (Name)               |                             |  |
| (Street)  | (City)   | (State)                     | (Zip)  |
| Telephone No. (Include Area Code)                 | Fax No. (Include Area Code)                    | Pager/Cell No               | o. (Include Area Code)   |
| Please mark this box if the above                 | ve address(es) have changed or are             | updated since the           | last filing.   |
| 9   | OWNERSHIP INFORMATIO                           | <u>ON</u>                   | ومودان والمودات والمو |
| Check the following box that applies              | to your company:                               |                             |  |
| ☐ Sole Proprietor (S)                             | C Corporation (                                | C) (Other than Ass          | ociation/Co-op)  |
| Partnership (P)                                   | Subchapter S Co                                | orporation (Z)              |  |
| Bankruptcy (B)                                    | Association/Co-o                               | op (A)                      |  |
| Receivership (R)                                  | Limited Liability                              | Company                     |  |
| Other (Describe)                                  |  |                             |  |
|   | <b>COUNTIES SERVED</b>                         |                             |  |
| Check the box below for the county/               | ies in which you are certificated to pr        | rovide service:             |  |
| <b>ДАРАСНЕ</b>                                    | ☐ COCHISE                                      | ☐ COCONII                   | NO   |
| ☐ GILA  | ☐ GRAHAM                                       | GREENL                      | EE   |
| ☐ LA PAZ  | ☐ MARICOPA                                     | ☐ MOHAVE                    | E  |
| ☐ NAVAJO  | ☐ PIMA   | ☐ PINAL                     |  |
| ☐ SANTA CRUZ                                      | <b>⊠</b> YAVAPAI                               | ☐ YUMA                      |  |
| ☐ STATEWIDE                                       |  |                             |  |

#### UTILITY PLANT IN SERVICE

| Acct. |  | Original  | Accumulated       | O.C.L.D.     |
|-------|--|-----------|-------------------|--------------|
| No.   | DESCRIPTION                            | Cost (OC) | Depreciation (AD) | (OC less AD) |
| 301   | Organization                           |           |                   |              |
| 302   | Franchises                             |           |                   |              |
| 303   | Land and Land Rights                   | \$1,250   | N/A               | \$1,250      |
| 304   | Structures and Improvements            | \$626     | <\$626>           | -0-          |
| 307   | Wells and Springs                      | \$33,548  | <\$12,976>        | \$20,572     |
| 311   | Pumping Equipment                      | \$26,583  | <\$23,833>        | \$2,750      |
| 320   | Water Treatment Equipment              |           |                   |              |
| 330   | Distribution Reservoirs and Standpipes | \$10,084  | <\$10,084>        | -0-          |
| 331   | Transmission and Distribution Mains    | \$81,670  | <\$81,670>        | -0-          |
| 333   | Services                               | \$7,744   | <\$7.744>         | -0-          |
| 334   | Meters and Meter Installations         | \$6,148   | <\$6,148>         | -0-          |
| 335   | Hydrants                               |           |                   |              |
| 336   | Backflow Prevention Devices            |           |                   |              |
| 339   | Other Plant and Misc. Equipment        |           |                   |              |
| 340   | Office Furniture and Equipment         | \$164     | <\$164>           | -0-          |
| 341   | Transportation Equipment               |           |                   |              |
| 343   | Tools, Shop and Garage Equipment       |           |                   |              |
| 344   | Laboratory Equipment                   |           |                   |              |
| 345   | Power Operated Equipment               |           |                   |              |
| 346   | Communication Equipment                |           |                   |              |
| 347   | Miscellaneous Equipment                |           |                   |              |
| 348   | Other Tangible Plant                   |           |                   |              |
|       | TOTALS                                 | \$167,817 | <\$143,245>       | \$24,572     |

This amount goes on the Balance Sheet Acct. No. 108

#### **CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

| Acct.<br>No. | DESCRIPTION                            | Original<br>Cost (1) | Depreciation<br>Percentage<br>(2) | Depreciation Expense (1x2) |
|--------------|--|----------------------|-----------------------------------|----------------------------|
| 301          | Organization                           |                      |                                   |                            |
| 302          | Franchises                             |                      |                                   |                            |
| 303          | Land and Land Rights                   | \$1,250              | N/A                               | N/A                        |
| 304          | Structures and Improvements            | N/A                  | 5%                                | (Fully Depreciated)        |
| 307          | Wells and Springs                      | \$25,072             | 5%                                | \$1,677                    |
| 311          | Pumping Equipment                      | \$5,000              | 5%                                | \$1,329                    |
| 320          | Water Treatment Equipment              |                      |                                   |                            |
| 330          | Distribution Reservoirs and Standpipes | N/A                  | 5%                                | (Fully Depreciated)        |
| 331          | Transmission and Distribution Mains    | N/A                  | 5%                                | (Fully Depreciated)        |
| 333          | Services                               | N/A                  | 5%                                | (Fully Depreciated)        |
| 334          | Meters and Meter Installations         | N/A                  | 5%                                | (Fully Depreciated)        |
| 335          | Hydrants                               |                      |                                   |                            |
| 336          | Backflow Prevention Devices            |                      |                                   |                            |
| 339          | Other Plant and Misc. Equipment        |                      |                                   |                            |
| 340          | Office Furniture and Equipment         | N/A                  | 5%                                | (Fully Depreciated)        |
| 341          | Transportation Equipment               |                      |                                   |                            |
| 343          | Tools, Shop and Garage Equipment       |                      |                                   |                            |
| 344          | Laboratory Equipment                   |                      |                                   |                            |
| 345          | Power Operated Equipment               |                      |                                   |                            |
| 346          | Communication Equipment                |                      |                                   |                            |
| 347          | Miscellaneous Equipment                |                      |                                   |                            |
| 348          | Other Tangible Plant                   |                      |                                   |                            |
|              | TOTALS                                 | \$30,072             | 5%                                | \$1,504                    |

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_ Acct. No. 403.

#### COMPANY NAME WILHOIT WATER COMPANY, INC. (FOR ALL WILHOIT SITES)

#### **BALANCE SHEET**

| Acct |   | BALANCE AT<br>BEGINNING OF | BALANCE AT<br>END OF |
|------|---|----------------------------|----------------------|
|      | ASSETS                                      | YEAR                       | YEAR                 |
|      |   |                            |                      |
|      | CURRENT AND ACCRUED ASSETS                  |                            |                      |
| 131  | Cash  | \$4,129                    | \$<460>              |
| 134  | Working Funds                               |                            |                      |
| 135  | Temporary Cash Investments                  |                            |                      |
| 141  | Customer Accounts Receivable                |                            |                      |
| 146  | Notes/Receivables from Associated Companies | \$4,721                    | \$6,721              |
| 151  | Plant Material and Supplies                 |                            |                      |
| 162  | Prepayments                                 |                            |                      |
| 174  | Miscellaneous Current and Accrued Assets    | \$3,591                    | \$3,071              |
|      | TOTAL CURRENT AND ACCRUED ASSETS            |                            |                      |
|      |   | \$12,441                   | \$9,332              |
|      |   |                            |                      |
|      | FIXED ASSETS                                |                            |                      |
| 101  | Utility Plant in Service                    | \$238,446                  | \$246,602            |
| 103  | Property Held for Future Use                |                            |                      |
| 105  | Construction Work in Progress               |                            |                      |
| 108  | Accumulated Depreciation – Utility Plant    | <\$139,430>                | <\$138,610>          |
| 121  | Non-Utility Property                        |                            |                      |
| 122  | Accumulated Depreciation – Non Utility      |                            |                      |
|      | TOTAL FIXED ASSETS                          | \$99,016                   | \$107,991            |
|      | TOTAL ACCUTO                                | <b>6111 4F</b>             | 0117 222             |
|      | TOTAL ASSETS                                | \$111,457                  | \$117,323            |

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

#### COMPANY NAME WILHOIT WATER COMPANY, INC. (ALL WILHOIT SITES)

#### **BALANCE SHEET (CONTINUED)**

| Acct.<br>No. |   | BALANCE AT<br>BEGINNING OF       | BALANCE AT<br>END OF |
|--------------|---|----------------------------------|----------------------|
|              | LIABILITIES                                       | YEAR                             | YEAR                 |
|              |   |                                  |                      |
| 001          | CURRENT LIABILITES                                |                                  |                      |
| 231          | Accounts Payable                                  | Φ <b>7</b> 0 <b>7</b> 1 <b>7</b> | Ф100 <b>017</b>      |
| 232          | Notes Payable (Current Portion)                   | \$78,717                         | \$109,217            |
| 234          | Notes/Accounts Payable to Associated Companies    | Φ.ζ. 1.40                        | 0.5.4.40             |
| 235          | Customer Deposits                                 | \$5,148                          | \$5,148              |
| 236          | Accrued Taxes                                     | \$1,410                          | \$1,064              |
| 237          | Accrued Interest                                  | 0.1                              |                      |
| 241          | Miscellaneous Current and Accrued Liabilities     | <\$15>                           | 044 7 4 7 0          |
|              | TOTAL CURRENT LIABILITIES                         | \$85,260                         | \$115,429            |
|              | LONG-TERM DEBT (Over 12 Months)                   |                                  |                      |
| 224          | Long-Term Notes and Bonds                         | \$                               | \$                   |
|              | DEFENDED CREATER                                  |                                  |                      |
| 0.51         | DEFERRED CREDITS                                  | φ.                               | Φ.                   |
| 251          | Unamortized Premium on Debt                       | \$                               | \$                   |
| 252          | Advances in Aid of Construction                   |                                  |                      |
| 255          | Accumulated Deferred Investment Tax Credits       |                                  |                      |
| 271          | Contributions in Aid of Construction              |                                  |                      |
| 272          | Less: Amortization of Contributions               |                                  |                      |
| 281          | Accumulated Deferred Income Tax                   |                                  | ¢.                   |
|              | TOTAL DEFERRED CREDITS                            | \$                               | \$                   |
|              | TOTAL LIABILITIES                                 | \$85,260                         | \$115,429            |
|              | CAPITAL ACCOUNTS                                  |                                  |                      |
| 201          | Common Stock Issued                               | \$                               | \$                   |
| 211          | Paid in Capital in Excess of Par Value            |                                  | -                    |
| 215          | Retained Earnings                                 | \$26,197                         | \$1,894              |
| 218          | Proprietary Capital (Sole Props and Partnerships) | * * *                            | <del></del>          |
|              | TOTAL CAPITAL                                     | \$26,197                         | \$1,894              |
|              |   |                                  |                      |
|              | TOTAL LIABILITIES AND CAPITAL                     | \$111,457                        | \$117,323            |

#### COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct.<br>No. | OPERATING REVENUES                        | PRIOR YEAR | CURRENT YEAR |
|--------------|---|------------|--------------|
| 461          | Metered Water Revenue                     | \$53,109   | \$48,161     |
| 460          | Unmetered Water Revenue                   |            |              |
| 474          | Other Water Revenues                      |            |              |
|              | TOTAL REVENUES                            | \$53,109   | \$48,161     |
|              | OPERATING EXPENSES                        |            |              |
| 601          | Salaries and Wages                        | \$17,479   | \$19,551     |
| 610          | Purchased Water                           | \$13,960   | \$10,429     |
| 615          | Purchased Power                           | \$4,934    | \$6,099      |
| 618          | Chemicals                                 |            |              |
| 620          | Repairs and Maintenance                   | \$9,152    | \$7,439      |
| 621          | Office Supplies and Expense               | \$1,189    | \$1,460      |
| 630          | Outside Services                          |            |              |
| 635          | Water Testing                             | \$1,308    | \$1,724      |
| 641          | Rents                                     | \$2,970    | \$2,970      |
| 650          | Transportation Expenses                   |            |              |
| 657          | Insurance – General Liability             | \$1,488    | \$1,488      |
| 659          | Insurance - Health and Life               |            |              |
| 666          | Regulatory Commission Expense – Rate Case |            |              |
| 675          | Miscellaneous Expense                     | \$1,272    | \$1,580      |
| 403          | Depreciation Expense                      | \$1,504    | \$1,504      |
| 408          | Taxes Other Than Income                   | \$3,967    | \$3,152      |
| 408.11       | Property Taxes                            |            |              |
| 409          | Income Tax                                |            |              |
|              | TOTAL OPERATING EXPENSES                  | \$59,223   | \$57,396     |
|              | OPERATING INCOME/(LOSS)                   | <\$6,114>  | <\$9,235>    |
|              | OTHER INCOME/(EXPENSE)                    |            |              |
| 419          | Interest and Dividend Income              | \$         | \$           |
| 421          | Non-Utility Income                        |            |              |
| 426          | Miscellaneous Non-Utility Expenses        |            |              |
| 427          | Interest Expense                          |            |              |
|              | TOTAL OTHER INCOME/(EXPENSE)              | \$         | \$           |
|              | NET INCOME/(LOSS)                         | <\$6,114>  | <\$9,235>    |

#### COMPANY NAME WILHOIT WATER COMPANY, INC. (Thunderbird Meadows)

#### SUPPLEMENTAL FINANCIAL DATA Long-Term Debt

|                        | LOAN #1        | LOAN #2         | LOAN #3 | LOAN #4 |
|------------------------|----------------|-----------------|---------|---------|
|                        | 7/1/2006       | 9/1/2007        |         |         |
| Date Issued            |                |                 |         |         |
|                        | Glenarm Land   | Glenarm Land    |         |         |
| Source of Loan         | Company, Inc.  | Company, Inc.   |         |         |
|                        | PENDING        | PENDING         |         |         |
| ACC Decision No.       |                |                 |         |         |
|                        | Well Drilling  | Storage Tanks,  |         |         |
| Reason for Loan        |                | Plumbing/Elect. |         |         |
|                        |                |                 |         |         |
| Dollar Amount Issued   | \$15,000       | \$131,058.62    | \$      | \$      |
|                        |                |                 |         |         |
| Amount Outstanding     | \$15,000       | \$131,058.62    | \$      | \$      |
|                        | 9/1/2017       | 9/1/2017        |         |         |
| Date of Maturity       |                |                 |         |         |
|                        |                |                 |         |         |
| Interest Rate          | 10%            | 10%             | %       | %       |
|                        | 9/1/07-8/31/08 | 9/1/08-8/31/09  |         |         |
| Current Year Interest  | \$1,458.57     | \$12,744.02     | \$      | \$      |
|                        | \$920.19       | \$8,039.38      |         |         |
| Current Year Principle |                |                 | \$      | \$      |

| Meter Deposit Balance at Test Year End       | \$<br> |
|--|--------|
| Meter Deposits Refunded During the Test Year | \$<br> |

| COMPANY NAME   | WILHOIT WATER COMPANY, INC. (Thunderbird Meadows) |
|----------------|---|
| Name of System | ADEQ Public Water System Number (if applicable)   |

#### WATER COMPANY PLANT DESCRIPTION

#### **WELLS**

| ADWR ID<br>Number | Pump<br>Horsepower | Pump Yield<br>(gpm) | Casing<br>Depth<br>(Feet) | Casing Diameter (Inches) | Meter Size<br>(inches) | Year<br>Drilled |
|-------------------|--------------------|---------------------|---------------------------|--------------------------|------------------------|-----------------|
| #1*               | No Pump            | 5                   | 159                       | 6                        | 1.5                    | Unk             |
| #2*               | 3                  | 10                  | 820                       | 8                        | 1.5                    | Unk             |
| #3*               | 2                  | 2                   | 325                       | 8                        | 1.5                    | Unk             |
| #4*               | 1.5                | 2                   | 203                       | 6                        | 1.5                    | Unk             |
| #5*               | 5                  | 12                  | 1,000                     | 6                        | 1.5                    | 1997            |
| 55-568193         | 3                  | 5                   | 805                       | 8                        | 1.5                    | 1999            |
| 55-622744         | 0.5                | 5                   | 176                       | 6                        | 0.75                   | Unk             |
| 55-622742         | 3                  | 5                   | 810                       | 8                        | 1                      | Unk             |
| 55-904908**       | 2                  | **                  | **                        | **                       | **                     | 2006            |

<sup>\*</sup> Not in Service

#### **OTHER WATER SOURCES**

| Name or Description            | Capacity (gpm) | Gallons Purchased or Obtained (in thousands) |
|--------------------------------|----------------|--|
| Walden Meadows Community Co-Op |                | 2,550  |
|                                |                |  |

| BOOSTER PUMPS |          | FIRE HYDRANTS     |                |
|---------------|----------|-------------------|----------------|
| Horsepower    | Quantity | Quantity Standard | Quantity Other |
| 1             | 1        | NONE              |                |

| STORAGE TANKS |          | PRESSURE TANKS |          |
|---------------|----------|----------------|----------|
| Capacity      | Quantity | Capacity       | Quantity |
| 33,000        | 1        | NONE           |          |
| 22,000        | 1        |                |          |
| 12,000        | 1        |                |          |

Note: If you are filing for more than one system, please provide separate sheets for each system.

<sup>\*\*</sup> Waiting for ADEQ Approval to Start Service

#### COMPANY NAME WILHOIT WATER COMPANY, INC. (Thunderbird Meadows)

Name of System

ADEQ Public Water System Number (if applicable)

### REVISED WATER COMPANY PLANT DESCRIPTION (CONTINUED)

#### MAINS

# Size (in inches) Material Length (in feet) 2 3 4 PVC PIPE 10,500 5 5 6 PVC PIPE 10,500 8 10 12 12

#### **CUSTOMER METERS**

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 X ¾          | 123      |
| 3/4              |          |
| 1                |          |
| 1 1/2            | ,        |
| 2                |          |
| Comp. 3          |          |
| Turbo 3          |          |
| Comp. 4          |          |
| Tubo 4           |          |
| Comp. 6          |          |
| Tubo 6           |          |
|                  |          |
|                  |          |

| For the following three items, list the utility owned assets in each category for each system.  TREATMENT EQUIPMENT: |  |  |
|--|--|--|
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
| TRUCTURES:   |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
| THER:  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |

Note: If you are filing for more than one system, please provide separate sheets for each system.

| <b>COMPANY NAME:</b> | WILHOIT WATER COMPANY, INC. (Thunderbird Meadows) |   |
|----------------------|---|---|
| Name of System       | ADEQ Public Water System Number (if applicable)   | _ |
|                      |   |   |

#### REVISED

#### WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

| MONTH/YEAR | NUMBER OF<br>CUSTOMERS | GALLONS<br>SOLD<br>(Thousands) | GALLONS PUMPED (Thousands) | GALLONS<br>PURCHASED<br>(Thousands) |
|------------|------------------------|--------------------------------|----------------------------|-------------------------------------|
| JANUARY    | 129                    | 536,988                        | *                          | 0                                   |
| FEBRUARY   | 130                    | 622,210                        | *                          | 0                                   |
|            |                        |                                |                            | 1                                   |
| MARCH      | 130                    | 603,978                        | *                          | 0                                   |
| APRIL      | 131                    | 564,668                        | *                          | 0                                   |
| MAY        | 132                    | 776,605                        | *                          | 0                                   |
| JUNE       | 132                    | 879,069                        | *                          | 0                                   |
| JULY       | 126                    | 520,333                        | *                          | 0                                   |
| AUGUST     | 126                    | 423,095                        | *                          | 0                                   |
| SEPTEMBER  | 126                    | 384,981                        | *                          | 0                                   |
| OCTOBER    | 124                    | 190,979                        | *                          | 0                                   |
| NOVEMBER   | 124                    | 335,619                        | *                          | 0                                   |
| DECEMBER   | 124                    | 309,395                        | *                          | 0                                   |
|            | TOTALS →               | 6,147,920                      | *                          | 0                                   |

<sup>\*</sup>It was not known until recently (2007) that meters were, in fact, in place on the wells used here. Therefore, no readings were made in 2006.

#### What is the level of arsenic for each well on your system? 4.4 ppb

(If more than one well, please list each separately.) **NOTE:** The wells are not sampled separately but are a composite of the wells blended together prior to entering the distribution lines.

If system has fire hydrants, what is the fire flow requirement? N/A

| If system has chlor     | ination treatment, | does this treatment system chlorinate continuously: |
|-------------------------|--------------------|---|
| ( ) Yes                 | ( X ) No           |   |
| •                       | •                  | WR Active Management Area (AMA)?                    |
| ( ) Yes                 | ( X ) No           |   |
| <b>Does the Company</b> | have an ADWR C     | Gallons Per Capita Per Day (GPCPD) requirement?     |
| ( ) Yes                 | ( ) No             | N/A   |
| If yes, provide the     | GPCPD amount:_     | <u>N/A</u>  |

Note: If you are filing for more than one system, please provide separate data sheets for each system.

#### **PROPERTY TAXES**

| Amount of actual property taxes paid during Calendar Year 2006 was: \$0-   |
|--|
| Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year. |
| If no property taxes paid, explain why:  |
| The Company is currently in talks with the Yavapai County Treasurer's Office to arrange for payment of back taxes.   |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |

## VERIFICATION AND SWORN STATEMENT Taxes

AZ CORPORATION COMMISSION

#### VERIFICATION

STATE OF <u>ARIZONA</u>
I, THE UNDERSIGNED

OF THE

|                                 | -0/04 0N COM  |
|---------------------------------|---------------|
| OUNTY OF (COUNTY NAME)          | UTILITIASSION |
| NAME (OWNER OR OFFICIAL) TITLE: |               |
| WILHOIT WATER COMPANY, I        | INC.          |

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-------|-----|------|
| 12    | 31  | 2006 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

#### **SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

414

DAY OF

**SEPTEMBER** 

MARICOPA

2007

MY COMMI

RA NO NO MY

RACHEL D. GRAYCZYK Notary Public - Arizona MARICOPA COUNTY My Commission Expires

RES AUGUST 24, 2008

SIGNATURE OF NOTARY PUBLIC

#### COMPANY NAME: WILHOIT WATER COMPANY, INC. YEAR ENDING 12/31/2006

#### **INCOME TAXES**

| For this reporting period, provide the following:   |                                    |
|---|------------------------------------|
| Federal Taxable Income Reported  Estimated or Actual Federal Tax Liability  |                                    |
| State Taxable Income Reported Estimated or Actual State Tax Liability   |                                    |
| Amount of Grossed-Up Contributions/Advances:  |                                    |
| Amount of Contributions/Advances Amount of Gross-Up Tax Collected Total Grossed-Up Contributions/Advances   |                                    |
| Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds colled of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax reany Payer or if any gross-up tax refunds have already been made, attach the following informame and amount of contribution/advance, the amount of gross-up tax collected, the amount each Payer, and the date the Utility expects to make or has made the refund to the Payer. | efunds are due to mation by Payer: |
| CERTIFICATION   |                                    |
| The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunded prior year's annual report. This certification is to be signed by the President or Chief Executorporation; the managing general partner, if a partnership; the managing member, if a company or the sole proprietor, if a sole proprietorship.  SIGNATURE  DATE  | tive Officer, if a                 |
| PRINTED NAME TITLE  |                                    |

#### VERIFICATION AND SWORN STATEMENT

Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

**COUNTY OF MARICOPA** 

JIM WEST, BY POA FOR DAVID CONLIN, JR., SECRETARY

WILHOIT WATER COMPANY, INC.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH DAY YEAR
12 31 2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

#### **SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM <u>ARIZONA INTRASTATE</u> <u>UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:</u>

Arizona Intrastate Gross Operating Revenues Only (\$)

\$107,350.31 (FOR ALL THREE SITES)

(THE AMOUNT IN BOX ABOVE INCLUDES \$7942.50 (For all three sites) IN SALES TAXES BILLED, OR COLLECTED)

\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

MY COMMISSION

RACHEL D. GRAYCZYK
Notary Public - Arizona
MARICOPA COUNTY
My Commission Expires
AUGUST 24, 2008

SIGNATURE OF OWNER OR OFFICIAL 602-570-4557

TELEPHONE NUMBER

MARICOPA

AUGUST September

,2007

FAM D DIANGES AND SIGNATURE OF NOTARY PUBLIC TO STATE OF NOTARY PUBLIC

## ARIZONA CORPORATION COMMISSION UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02065A

WILHOIT WATER COMPANY, INC. (THUNDERBIRD MEADOWS)

70 Box 870 Clarkdale, AZ 85324

# AMENDED

#### **ANNUAL REPORT**

AUG 2 0 2007

FOR YEAR ENDING

CORP COMWDirector Utilities

12 31 2006

FOR COMMISSION USE

**ANN 04** 

06

PROCESSED BY:

SCANNED

#### **COMPANY INFORMATION**

| Mailing Address: P.O. Box 870, 901 1st S       | outh Street                 |                                    |
|--|-----------------------------|------------------------------------|
| (Street)<br>Clarkdale,                         | AZ                          | 86324                              |
| (City)   | (State)                     | (Zip)                              |
| 928-634-3760                                   | 928-634-8512                | n/a                                |
| Telephone No. (Include Area Code)              | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |
| Email Address: n/a                             |                             |                                    |
| ocal Office Mailing Address                    |                             |                                    |
| (Str   | reet)                       |                                    |
| (City)   | (State)                     | (Zip)                              |
| Local Office Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |
| Email Address n/a                              |                             |                                    |

#### **MANAGEMENT INFORMATION**

| Management Contact: David A. C    | (Name)                      | (Tit             | le)                |
|-----------------------------------|-----------------------------|------------------|--------------------|
| Same as Above                     |                             |                  |                    |
| (Street)                          | (City)                      | (State)          | (Zip)              |
| Same as Above                     |                             |                  |                    |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. ( | Include Area Code) |
| Email Address n/a                 |                             |                  |                    |
| On Site Manager:                  |                             |                  |                    |
| -                                 | (Name)                      |                  |                    |
| (Street)                          | (City)                      | (State)          | (Zip)              |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. ( | Include Area Code) |
| Email Address                     |                             |                  |                    |

Please mark this box if the above address(es) have changed or are updated since the last filing.

| Statutory Agent:                                  | Douglas G. Martin, Esq. (Name)                 |   |                        |
|---|--|---|------------------------|
| 365 East Coronado Road, Suite 200 (Street)        | Phoenix<br>(City)                              | AZ<br>(State)                             | <b>85004</b> (Zip)     |
| 602-230-0030<br>Telephone No. (Include Area Code) | <b>602-604-0004</b> Fax No. (Include Area Code | n/a<br>Pager/Cell No. (Include Area Code) |                        |
| Attorney:   | -Same as Statutory Agent-<br>(Name)            |   |                        |
| (Street)  | (City)   | (State)                                   | (Zip)                  |
| Telephone No. (Include Area Code)                 | Fax No. (Include Area Code)                    | Pager/Cell N                              | o. (Include Area Code) |
| ☐ Please mark this box if the abo                 | ve address(es) have changed or are             | updated since the                         | e last filing.         |
| ,   | OWNERSHIP INFORMATIO                           | <u>ON</u>                                 |                        |
| Check the following box that applie               | s to your company:                             |   |                        |
| Sole Proprietor (S)                               | C Corporation (                                | C) (Other than As                         | sociation/Co-op)       |
| Partnership (P)                                   | ☐ Subchapter S Corporation (Z)                 |   |                        |
| Bankruptcy (B)                                    | Association/Co-o                               | op (A)                                    |                        |
| Receivership (R)                                  | Limited Liability                              | Company                                   |                        |
| Other (Describe)                                  |  |   |                        |
|   | <b>COUNTIES SERVED</b>                         |   |                        |
| Check the box below for the county,               | ies in which you are certificated to p         | rovide service:                           |                        |
| <b>Д</b> АРАСНЕ                                   | ☐ COCHISE                                      | ☐ COCONI                                  | NO                     |
| ☐ GILA  | ☐ GRAHAM                                       | GREENL                                    | ÆE                     |
| ☐ LA PAZ  | ☐ MARICOPA                                     | MOHAV                                     | E                      |
| ☐ NAVAJO  | ☐ PIMA   | ☐ PINAL                                   |                        |
| ☐ SANTA CRUZ                                      | <b>⊠ YAVAPAI</b>                               | ☐ YUMA                                    |                        |
| ☐ STATEWIDE                                       |  |   |                        |

#### **UTILITY PLANT IN SERVICE**

| Acct. |   | Original  | Accumulated       | O.C.L.D.     |
|-------|---|-----------|-------------------|--------------|
| No.   | DESCRIPTION                               | Cost (OC) | Depreciation (AD) | (OC less AD) |
| 301   | Organization                              |           |                   |              |
| 302   | Franchises                                |           |                   |              |
| 303   | Land and Land Rights                      | \$1,250   | N/A               | \$1,250      |
| 304   | Structures and Improvements               | \$626     | <\$626>           | -0-          |
| 307   | Wells and Springs                         | \$33,548  | <\$12,976>        | \$20,572     |
| 311   | Pumping Equipment                         | \$26,583  | <\$23,833>        | \$2,750      |
| 320   | Water Treatment Equipment                 |           |                   |              |
| 330   | Distribution Reservoirs and<br>Standpipes | \$10,084  | <\$10,084>        | -0-          |
| 331   | Transmission and Distribution Mains       | \$81,670  | <\$81,670>        | -0-          |
| 333   | Services                                  | \$7,744   | <\$7,744>         | -0-          |
| 334   | Meters and Meter Installations            | \$6,148   | <\$6,148>         | -0-          |
| 335   | Hydrants                                  |           |                   |              |
| 336   | Backflow Prevention Devices               |           |                   |              |
| 339   | Other Plant and Misc. Equipment           |           |                   |              |
| 340   | Office Furniture and Equipment            | \$164     | <\$164>           | -0-          |
| 341   | Transportation Equipment                  |           |                   |              |
| 343   | Tools, Shop and Garage Equipment          |           |                   |              |
| 344   | Laboratory Equipment                      |           |                   |              |
| 345   | Power Operated Equipment                  |           |                   |              |
| 346   | Communication Equipment                   |           |                   |              |
| 347   | Miscellaneous Equipment                   |           |                   |              |
| 348   | Other Tangible Plant                      |           |                   |              |
|       | TOTALS                                    | \$167,817 | <\$143,245>       | \$24,572     |

This amount goes on the Balance Sheet Acct. No. 108

#### **CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

| Acct.<br>No. | DESCRIPTION                            | Original<br>Cost (1) | Depreciation<br>Percentage<br>(2) | Depreciation Expense (1x2) |
|--------------|--|----------------------|-----------------------------------|----------------------------|
| 301          | Organization                           |                      |                                   |                            |
| 302          | Franchises                             |                      |                                   |                            |
| 303          | Land and Land Rights                   | \$1,250              | N/A                               | N/A                        |
| 304          | Structures and Improvements            | N/A                  | 5%                                | (Fully Depreciated)        |
| 307          | Wells and Springs                      | \$25,072             | 5%                                | \$1,677                    |
| 311          | Pumping Equipment                      | \$5,000              | 5%                                | \$1,329                    |
| 320          | Water Treatment Equipment              |                      |                                   |                            |
| 330          | Distribution Reservoirs and Standpipes | N/A                  | 5%                                | (Fully Depreciated)        |
| 331          | Transmission and Distribution Mains    | N/A                  | 5%                                | (Fully Depreciated)        |
| 333          | Services                               | N/A                  | 5%                                | (Fully Depreciated)        |
| 334          | Meters and Meter Installations         | N/A                  | 5%                                | (Fully Depreciated)        |
| 335          | Hydrants                               |                      |                                   | -                          |
| 336          | Backflow Prevention Devices            |                      |                                   |                            |
| 339          | Other Plant and Misc. Equipment        |                      |                                   | -                          |
| 340          | Office Furniture and Equipment         | N/A                  | 5%                                | (Fully Depreciated)        |
| 341          | Transportation Equipment               |                      |                                   |                            |
| 343          | Tools, Shop and Garage Equipment       |                      |                                   |                            |
| 344          | Laboratory Equipment                   |                      |                                   |                            |
| 345          | Power Operated Equipment               |                      |                                   |                            |
| 346          | Communication Equipment                |                      |                                   |                            |
| 347          | Miscellaneous Equipment                |                      |                                   |                            |
| 348          | Other Tangible Plant                   |                      |                                   |                            |
|              | TOTALS                                 | \$30,072             | 5%                                | \$1,504                    |

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_\_\_Acct. No. 403.

#### COMPANY NAME WILHOIT WATER COMPANY, INC. (FOR ALL WILHOIT SITES)

#### **BALANCE SHEET**

| Acct |   | BALANCE AT<br>BEGINNING OF | BALANCE AT<br>END OF |
|------|---|----------------------------|----------------------|
|      | ASSETS                                      | YEAR                       | YEAR                 |
|      |   |                            |                      |
|      | CURRENT AND ACCRUED ASSETS                  |                            |                      |
| 131  | Cash  | \$4,129                    | \$<460>              |
| 134  | Working Funds                               |                            |                      |
| 135  | Temporary Cash Investments                  |                            |                      |
| 141  | Customer Accounts Receivable                |                            |                      |
| 146  | Notes/Receivables from Associated Companies | \$4,721                    | \$6,721              |
| 151  | Plant Material and Supplies                 |                            |                      |
| 162  | Prepayments                                 |                            |                      |
| 174  | Miscellaneous Current and Accrued Assets    | \$3,591                    | \$3,071              |
|      | TOTAL CURRENT AND ACCRUED ASSETS            |                            |                      |
|      |   | \$12,441                   | \$9,332              |
|      |   |                            |                      |
|      | FIXED ASSETS                                |                            |                      |
| 101  | Utility Plant in Service                    | \$238,446                  | \$246,602            |
| 103  | Property Held for Future Use                |                            |                      |
| 105  | Construction Work in Progress               |                            |                      |
| 108  | Accumulated Depreciation – Utility Plant    | <\$139,430>                | <\$138,610>          |
| 121  | Non-Utility Property                        |                            |                      |
| 122  | Accumulated Depreciation – Non Utility      |                            |                      |
|      | TOTAL FIXED ASSETS                          | \$99,016                   | \$107,991            |
|      | TOTAL ASSETS                                | \$111,457                  | \$117,323            |

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

#### **BALANCE SHEET (CONTINUED)**

| Acct.<br>No. |   | BALANCE AT<br>BEGINNING OF | BALANCE AT |
|--------------|---|----------------------------|------------|
|              | LIABILITIES                                       | YEAR                       | YEAR       |
|              | CURRENT LIABILITES                                |                            |            |
| 231          | Accounts Payable                                  |                            |            |
| 232          | Notes Payable (Current Portion)                   | \$78,717                   | \$109,217  |
| 234          | Notes/Accounts Payable to Associated Companies    |                            |            |
| 235          | Customer Deposits                                 | \$5,148                    | \$5,148    |
| 236          | Accrued Taxes                                     | \$1,410                    | \$1,064    |
| 237          | Accrued Interest                                  |                            |            |
| 241          | Miscellaneous Current and Accrued Liabilities     | <\$15>                     |            |
|              | TOTAL CURRENT LIABILITIES                         | \$85,260                   | \$115,429  |
|              | LONG-TERM DEBT (Over 12 Months)                   |                            |            |
| 224          | Long-Term Notes and Bonds                         | \$                         | \$         |
|              | DEFERRED CREDITS                                  |                            |            |
| 251          | Unamortized Premium on Debt                       | \$                         | \$         |
| 252          | Advances in Aid of Construction                   |                            |            |
| 255          | Accumulated Deferred Investment Tax Credits       |                            |            |
| 271          | Contributions in Aid of Construction              |                            |            |
| 272          | Less: Amortization of Contributions               |                            |            |
| 281          | Accumulated Deferred Income Tax                   |                            |            |
|              | TOTAL DEFERRED CREDITS                            | \$                         | \$         |
|              | TOTAL LIABILITIES                                 | \$85,260                   | \$115,429  |
|              | CAPITAL ACCOUNTS                                  |                            |            |
| 201          | Common Stock Issued                               | \$                         | \$         |
| 211          | Paid in Capital in Excess of Par Value            |                            |            |
| 215          | Retained Earnings                                 | \$26,197                   | \$1,894    |
| 218          | Proprietary Capital (Sole Props and Partnerships) |                            |            |
|              | TOTAL CAPITAL                                     | \$26,197                   | \$1,894    |
|              | TOTAL LIABILITIES AND CAPITAL                     | \$111,457                  | \$117,323  |

#### COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct.<br>No. | OPERATING REVENUES                        | PRIOR YEAR | CURRENT YEAR |
|--------------|---|------------|--------------|
| 461          | Metered Water Revenue                     | \$53,109   | \$48,161     |
| 460          | Unmetered Water Revenue                   |            |              |
| 474          | Other Water Revenues                      |            |              |
|              | TOTAL REVENUES                            | \$53,109   | \$48,161     |
| _            | OPERATING EXPENSES                        |            |              |
| 601          | Salaries and Wages                        | \$17,479   | \$19,551     |
| 610          | Purchased Water                           | \$13,960   | \$10,429     |
| 615          | Purchased Power                           | \$4,934    | \$6,099      |
| 618          | Chemicals                                 |            |              |
| 620          | Repairs and Maintenance                   | \$9,152    | \$7,439      |
| 621          | Office Supplies and Expense               | \$1,189    | \$1,460      |
| 630          | Outside Services                          |            |              |
| 635          | Water Testing                             | \$1,308    | \$1,724      |
| 641          | Rents                                     | \$2,970    | \$2,970      |
| 650          | Transportation Expenses                   |            |              |
| 657          | Insurance – General Liability             | \$1,488    | \$1,488      |
| 659          | Insurance - Health and Life               |            |              |
| 666          | Regulatory Commission Expense – Rate Case |            |              |
| 675          | Miscellaneous Expense                     | \$1,272    | \$1,580      |
| 403          | Depreciation Expense                      | \$1,504    | \$1,504      |
| 408          | Taxes Other Than Income                   | \$3,967    | \$3,152      |
| 408.11       | Property Taxes                            |            |              |
| 409          | Income Tax                                |            |              |
|              | TOTAL OPERATING EXPENSES                  | \$59,223   | \$57,396     |
|              | OPERATING INCOME/(LOSS)                   | <\$6,114>  | <\$9,235>    |
|              | OTHER INCOME/(EXPENSE)                    |            |              |
| 419          | Interest and Dividend Income              | \$         | \$           |
| 421          | Non-Utility Income                        | *          |              |
| 426          | Miscellaneous Non-Utility Expenses        |            |              |
| 427          | Interest Expense                          |            |              |
|              | TOTAL OTHER INCOME/(EXPENSE)              | \$         | \$           |
|              | NET INCOME/(LOSS)                         | <\$6,114>  | <\$9,235>    |

#### COMPANY NAME WILHOIT WATER COMPANY, INC. (Thunderbird Meadows)

#### SUPPLEMENTAL FINANCIAL DATA Long-Term Debt

|                        | LOAN #1        | LOAN #2         | LOAN #3 | LOAN #4 |
|------------------------|----------------|-----------------|---------|---------|
|                        | 7/1/2006       | 9/1/2007        |         |         |
| Date Issued            |                |                 |         |         |
|                        | Glenarm Land   | Glenarm Land    |         |         |
| Source of Loan         | Company, Inc.  | Company, Inc.   |         |         |
|                        | PENDING        | PENDING         |         |         |
| ACC Decision No.       |                |                 |         |         |
|                        | Well Drilling  | Storage Tanks,  |         |         |
| Reason for Loan        |                | Plumbing/Elect. |         |         |
| Dollar Amount Issued   | \$15,000       | \$131,058.62    | \$      | \$      |
|                        |                |                 |         |         |
| Amount Outstanding     | \$15,000       | \$131,058.62    | \$      | \$      |
|                        | 9/1/2017       | 9/1/2017        |         |         |
| Date of Maturity       |                |                 |         |         |
| Interest Rate          | 10%            | 10%             | %       | %       |
|                        | 9/1/07-8/31/08 | 9/1/08-8/31/09  |         |         |
| Current Year Interest  | \$1,458.57     | \$12,744.02     | \$      | \$      |
|                        | \$920.19       | \$8,039.38      |         |         |
| Current Year Principle |                |                 | \$      | \$      |

| Meter Deposit Balance at Test Year End       | \$       |   |
|--|----------|---|
| Metan Dangaita Bafandad Daning the Test Voca | ¢.       | _ |
| Meter Deposits Refunded During the Test Year | <u> </u> |   |

| COMPANY NAME   | WILHOIT WATER COMPANY, INC. (Thunderbird Meadows) |
|----------------|---|
| Name of System | ADEQ Public Water System Number (if applicable)   |

#### **WATER COMPANY PLANT DESCRIPTION**

#### **WELLS**

| ADWR ID<br>Number | Pump<br>Horsepower | Pump Yield<br>(gpm) | Casing Depth (Feet) | Casing Diameter (Inches) | Meter Size<br>(inches) | Year<br>Drilled |
|-------------------|--------------------|---------------------|---------------------|--------------------------|------------------------|-----------------|
| #1*               | No Pump            | 5                   | 159                 | 6                        | 1.5                    | Unk             |
| #2*               | 3                  | 10                  | 820                 | 8                        | 1.5                    | Unk             |
| #3*               | 2                  | 2                   | 325                 | 8                        | 1.5                    | Unk             |
| #4*               | 1.5                | 2                   | 203                 | 6                        | 1.5                    | Unk             |
| #5*               | 5                  | 12                  | 1,000               | 6                        | 1.5                    | 1997            |
| 55-568193         | 3                  | 5                   | 805                 | 8                        | 1.5                    | 1999            |
| 55-622744         | 0.5                | 5                   | 176                 | 6                        | 0.75                   | Unk             |
| 55-622742         | 3                  | 5                   | 810                 | 8                        | 1                      | Unk             |
| 55-804908**       | 2                  | **                  | **                  | **                       | **                     | 2006            |

<sup>\*</sup> Not in Service

#### **OTHER WATER SOURCES**

| Name or Description            | Capacity (gpm) | Gallons Purchased or Obtained (in thousands) |
|--------------------------------|----------------|--|
| Walden Meadows Community Co-Op |                | 2,450  |
|                                |                |  |

| BOOSTER PUMI | PS       | FIRE HYDRANTS                    |  |
|--------------|----------|----------------------------------|--|
| Horsepower   | Quantity | Quantity Standard Quantity Other |  |
| 1            | 1        | NONE                             |  |

| STORAGE TANKS |          | E TANKS PRESSURE TANKS |  |                          |  |
|---------------|----------|------------------------|--|--------------------------|--|
| Capacity      | Quantity | nantity Capacity       |  | Quantity Capacity Quanti |  |
| 33,000        | 1        | NONE                   |  |                          |  |
| 22,000        | 1        |                        |  |                          |  |
| 12,000        | 1        |                        |  |                          |  |

Note: If you are filing for more than one system, please provide separate sheets for each system.

<sup>\*\*</sup> Waiting for ADEQ Approval to Start Service

#### COMPANY NAME WILHOIT WATER COMPANY, INC. (Thunderbird Meadows)

Name of System

**ADEQ Public Water System Number (if applicable)** 

#### WATER COMPANY PLANT DESCRIPTION (CONTINUED)

#### **MAINS**

| Size (in inches) | Material | Length (in feet) |
|------------------|----------|------------------|
| 2                |          |                  |
| 3                |          |                  |
| 4                |          |                  |
| 5                |          |                  |
| 6                | PVC PIPE | 3,505            |
| _                |          |                  |

#### **CUSTOMER METERS**

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 X ¾          | 55       |
| 3/4              |          |
| 1                |          |
| 1 1/2            |          |
| 2                | -        |
| Comp. 3          | -        |
| Turbo 3          |          |
| Comp. 4          |          |
| Tubo 4           |          |
| Comp. 6          |          |
| Tubo 6           |          |
|                  |          |
|                  |          |

For the following three items, list the utility owned assets in each category for each system.

| TREATMENT EQUIPMENT: |          |   |                 |
|----------------------|----------|---|-----------------|
|                      | -        |   |                 |
|                      |          |   |                 |
|                      | <u> </u> |   |                 |
|                      |          |   |                 |
|                      |          |   |                 |
| STRUCTURES:          |          |   |                 |
|                      | -        |   |                 |
|                      |          |   |                 |
|                      |          |   | <br>            |
|                      |          |   |                 |
|                      |          |   | <br><del></del> |
| OTHER:               |          |   |                 |
|                      |          |   |                 |
|                      |          |   |                 |
|                      |          | • |                 |
|                      |          |   |                 |

Note: If you are filing for more than one system, please provide separate sheets for each system.

| <b>COMPANY NAME:</b> | WILHOIT WATER COMPANY, INC. (Thunderbird Meadows) |
|----------------------|---|
| Name of System       | ADEQ Public Water System Number (if applicable)   |

#### WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

| MONTH/YEAR | NUMBER OF<br>CUSTOMERS | GALLONS<br>SOLD<br>(Thousands) | GALLONS<br>PUMPED<br>(Thousands) | GALLONS<br>PURCHASED<br>(Thousands) |
|------------|------------------------|--------------------------------|----------------------------------|-------------------------------------|
| JANUARY    | 68                     | 328,014                        | *                                | 0                                   |
| FEBRUARY   | 67                     | 346,792                        | *                                | 0                                   |
| MARCH      | 67                     | 186,050                        | *                                | 0                                   |
| APRIL      | 65                     | 281,970                        | *                                | 0                                   |
| MAY        | 64                     | 441,518                        | *                                | 0                                   |
| JUNE       | 64                     | 386,334                        | *                                | 0                                   |
| JULY       | 62                     | 388,471                        | *                                | 0                                   |
| AUGUST     | 62                     | 250,589                        | *                                | 0                                   |
| SEPTEMBER  | 61                     | 221,221                        | *                                | 0                                   |
| OCTOBER    | 62                     | 264,116                        | *                                | 0                                   |
| NOVEMBER   | 63                     | 246,821                        | *                                | 0                                   |
| DECEMBER   | 63                     | 230,405                        | *                                | 0                                   |
|            | TOTALS →               | 3,572,301                      | *                                | 0                                   |

<sup>\*</sup>It was not known until recently (2007) that meters were, in fact, in place on the wells used here. Therefore, no readings were made in 2006.

#### What is the level of arsenic for each well on your system? .180 mg/l

(If more than one well, please list each separately.) NOTE: The wells are not sampled separately but are a composite of the wells blended together prior to entering the distribution lines.

If system has fire hydrants, what is the fire flow requirement? N/A

| ination treatment, | does this treatment system chlorinate continuously   |
|--------------------|--|
| ( X ) No           |  |
| located in an AD   | WR Active Management Area (AMA)?                     |
| ( X ) No           |  |
| have an ADWR G     | Sallons Per Capita Per Day (GPCPD) requirement?      |
| ( ) No             | N/A  |
| GPCPD amount:_     | <u>N/A</u>   |
|                    | (X) No located in an ADV (X) No have an ADWR G () No |

Note: If you are filing for more than one system, please provide separate data sheets for each system.

| <b>COMPANY NAME</b> | WILHOIT WATER | COMPANY INC | . (Thunderbird Meadows)      | YEAR ENDING | 12/31/2006 |
|---------------------|---------------|-------------|------------------------------|-------------|------------|
|                     |               | COMMENT INC | . I I HUHUCI DILU IVICAUCIVA |             | INIJUAVV   |

#### **PROPERTY TAXES**

| Amount of actual property taxes paid during Calendar Year 2006 was: \$0-   |
|--|
| Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year. |
| If no property taxes paid, explain why:  |
| The Company is currently in talks with the Yavapai County Treasurer's Office to arrange for payment of back taxes.   |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |

## VERIFICATION AND SWORN STATEMENT Taxes

#### **VERIFICATION**

STATE OF <u>ARIZONA</u>
I, THE UNDERSIGNED

OF THE

| INTY OF (COUNTY NAME) | Maricar         |      |           |
|-----------------------|-----------------|------|-----------|
| NAME (OWNER OR        | OFFICIAL) TITLE | YOA. | Secretary |
| WILHOIT               | WATER CO        | MPAN | Y. INC    |

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

|   | MONTH | DAY | YEAR |
|---|-------|-----|------|
| 1 | 12    | 31  | 2006 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

#### **SWORN STATEMENT**

HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

SIGNATURE OF OWNER OR OFFICIAL

GOLDSTONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY OF

RACHEL D. GRAYCZYK

Notary Public - Arizona

Notary Public - Arizona
MARICOPA COUNTY
My Commission Expires
IRES AUGUST 24, 2008

JULY Angust

COUNTY NAME

,2007

SIGNATURE OF NOTARY PUBLIC

TARILODA

#### COMPANY NAME: WILHOIT WATER COMPANY, INC. YEAR ENDING 12/31/2006

#### **INCOME TAXES**

| For this reporting period, provide the following:   |  |
|---|--|
| Federal Taxable Income Reported Estimated or Actual Federal Tax Liability                                 |  |
| State Taxable Income Reported Estimated or Actual State Tax Liability                                     |  |
| Amount of Grossed-Up Contributions/Advances:  |  |
| Amount of Contributions/Advances Amount of Gross-Up Tax Collected Total Grossed-Up Contributions/Advances |  |
| of the tax year when tax returns are completed. Pu<br>any Payer or if any gross-up tax refunds have alrea | rill refund any excess gross-up funds collected at the close resuant to this Decision, if gross-up tax refunds are due to dy been made, attach the following information by Payer: unt of gross-up tax collected, the amount of refund due to or has made the refund to the Payer. |
| CERTIFICATION   |  |
| prior year's annual report. This certification is to b  | 8/16/07<br>DATE  |
| PRINTED NAME  | TITLE  |

#### VERIFICATION AND

#### **SWORN STATEMENT**

**Intrastate Revenues Only** 

**VERIFICATION** 

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

|   | COUNTY OF MARICOPA                                |
|---|---|
|   | JIM WEST, BY POA FOR DAVID CONLIN, JR., SECRETARY |
| _ | WILHOIT WATER COMPANY, INC.                       |

#### DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-------|-----|------|
| 12    | 31  | 2006 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

#### **SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM <u>ARIZONA INTRASTATE</u> UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$107,350.31 (FOR ALL THREE SITES)

(THE AMOUNT IN BOX ABOVE INCLUDES \$7942.50 (For all three sites) IN SALES TAXES BILLED, OR COLLECTED)

\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

1642

DAY OF

MARICOPA

AUGUST

.2007

(SEAL)

MY COMMISSION EXPI

RACHEL D. GRAYCZYK Notary Public - Arizona MARICOPA COUNTY My Commission Expires AUGUST 24, 2008

SIGNATURE OF NOTARY PUBLIC 1 7 1.

602-570-4557
TELEPHONE NUMBER

#### VERIFICATION AND **SWORN STATEMENT** RESIDENTIAL REVENUE

**Intrastate Revenues Only** 

**VERIFICATION** 

| STATE OF ARIZONA   | COUNTY OF MARICOPA                         |           |
|--------------------|--|-----------|
| I, THE UNDERSIGNED | JIM WEST, BY P.O.A. FOR DAVID CONLIN, JR., | SECRETARY |
| OF THE             | WILHOIT WATER COMPANY, INC.                |           |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-------|-----|------|
| 12    | 31  | 2006 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

#### **SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$107,350.31 (For All Sites)

THE AMOUNT IN BOX AT LEFT INCLUDES \$7,942.50 (for all sites) IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.

SIGNATURE OF OWNER OR OFFICIAL 602-570-4557 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY OF

**AUGUST** 

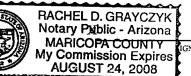
NOTARY PUBLIC NAME

**MARICOPA** 

2007

(SEAL)

MY COMMISSION EXPIRES



### ARIZONA CORPORATION COMMISSION UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

WILHOIT WATER COMPANY, INC. (BLUE HILLS #3)

## AMENDED

#### **ANNUAL REPORT**

AUG 2 0 2007

FOR YEAR ENDING

... JURP COMin ... mector utilities

12 | 31 | 2006

FOR COMMISSION USE

ANN 04

06

PROCESSED BY:

SCANNED

#### **COMPANY INFORMATION**

| Company Name (Business Name): WILHOIT WATER COMPANY, INC. (Blue Hills #3) |  |  |  |  |  |
|---|--|--|--|--|--|
| Mailing Address: P.O. Box 870, 901 1 <sup>st</sup> South Street           |  |  |  |  |  |
| AZ<br>(State)   | 86324<br>(Zip)   |  |  |  |  |
| 928-634-8512<br>Fax No. (Include Area Code)                               | n/a<br>Pager/Cell No. (Include Area Code)                      |  |  |  |  |
|   |  |  |  |  |  |
| Local Office Mailing Address (Street)                                     |  |  |  |  |  |
| (State)   | (Zip)  |  |  |  |  |
| Fax No. (Include Area Code)   | Pager/Cell No. (Include Area Code)                             |  |  |  |  |
| Email Address n/a   |  |  |  |  |  |
|   | AZ (State)  928-634-8512 Fax No. (Include Area Code)  (Street) |  |  |  |  |

#### **MANAGEMENT INFORMATION**

|                                   | (Name)                      | (Title)                            |                    |
|-----------------------------------|-----------------------------|------------------------------------|--------------------|
| Same as Above                     |                             |                                    |                    |
| (Street)                          | (City)                      | (State)                            | (Zip)              |
| Same as Above                     |                             |                                    |                    |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (                   | Include Area Code) |
| Email Address n/a                 |                             |                                    |                    |
| On Site Manager:                  |                             |                                    |                    |
|                                   | (Name)                      |                                    |                    |
| (Street)                          | (City)                      | (State)                            | (Zip)              |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |                    |
| Email Address                     |                             |                                    |                    |

Please mark this box if the above address(es) have changed or are updated since the last filing.

| Statutory Agent:   | Douglas G. Martin, Esq. (Name)                 |  |                        |  |
|--|--|--|------------------------|--|
| 365 East Coronado Road, Suite 200 (Street)   | Phoenix<br>(City)                              | AZ<br>(State)                                    | <b>85004</b> (Zip)     |  |
| 602-230-0030<br>Telephone No. (Include Area Code)  | <b>602-604-0004</b> Fax No. (Include Area Code | <b>n/a</b><br>Pager/Cell No. (Include Area Code) |                        |  |
| Attorney:  | -Same as Statutory Agent- (Name)               |  |                        |  |
| (Street)   | (City)   | (State)  | (Zip)                  |  |
| Telephone No. (Include Area Code)  | Fax No. (Include Area Code)                    | Pager/Cell No                                    | o. (Include Area Code) |  |
|  | ve address(es) have changed or are             | updated since the                                | last filing.           |  |
| <u> </u>   | OWNERSHIP INFORMATIO                           | N  |                        |  |
| Check the following box that applies   | s to your company:                             |  |                        |  |
| Sole Proprietor (S)  | C Corporation (C                               | ) (Other than Ass                                | sociation/Co-op)       |  |
| Partnership (P)  | ☐ Subchapter S Corporation (Z)                 |  |                        |  |
| ☐ Bankruptcy (B)   | Association/Co-op (A)                          |  |                        |  |
| Receivership (R)   | ☐ Limited Liability                            | Company  |                        |  |
| Other (Describe)   |  |  |                        |  |
|  | <b>COUNTIES SERVED</b>                         |  |                        |  |
| Check the box below for the county/ies in which you are certificated to provide service: |  |  |                        |  |
| □ АРАСНЕ   | ☐ COCHISE                                      | ☐ COCONI   | NO                     |  |
| ☐ GILA   | ☐ GRAHAM                                       | ☐ GREENL   | EE                     |  |
| ☐ LA PAZ   | ☐ MARICOPA                                     | ☐ MOHAVI   | C                      |  |
| ☐ NAVAJO   | ☐ PIMA   | ☐ PINAL  |                        |  |
| ☐ SANTA CRUZ   | <b>⊠ YAVAPA</b> I                              | ☐ YUMA   |                        |  |
| ☐ STATEWIDE  |  |  |                        |  |

# **UTILITY PLANT IN SERVICE**

| Acct. |  | Original  | Accumulated       | O.C.L.D.     |
|-------|--|-----------|-------------------|--------------|
| No.   | DESCRIPTION                            | Cost (OC) | Depreciation (AD) | (OC less AD) |
| 301   | Organization                           |           |                   |              |
| 302   | Franchises                             |           |                   |              |
| 303   | Land and Land Rights                   | \$1,250   | N/A               | \$1,250      |
| 304   | Structures and Improvements            | \$1,200   | <\$1,200>         | -0-          |
| 307   | Wells and Springs                      | \$4,238   | <\$4,238>         | -0-          |
| 311   | Pumping Equipment                      | \$11,927  | <\$11,927>        | -0-          |
| 320   | Water Treatment Equipment              | \$609     | <\$609>           | -0-          |
| 330   | Distribution Reservoirs and Standpipes | \$2,843   | <\$2,843>         | -0-          |
| 331   | Transmission and Distribution Mains    | \$14,296  | <\$14,296>        | -0-          |
| 333   | Services                               | \$4,309   | <\$4,309>         | -0-          |
| 334   | Meters and Meter Installations         | \$3,421   | <\$3,421>         | -0-          |
| 335   | Hydrants                               |           |                   |              |
| 336   | Backflow Prevention Devices            |           |                   |              |
| 339   | Other Plant and Misc. Equipment        |           |                   |              |
| 340   | Office Furniture and Equipment         | \$91      | <\$91>            | -0-          |
| 341   | Transportation Equipment               |           |                   |              |
| 343   | Tools, Shop and Garage Equipment       |           |                   |              |
| 344   | Laboratory Equipment                   |           |                   |              |
| 345   | Power Operated Equipment               |           |                   |              |
| 346   | Communication Equipment                |           |                   |              |
| 347   | Miscellaneous Equipment                |           |                   |              |
| 348   | Other Tangible Plant                   |           |                   |              |
|       | TOTALS                                 | \$44,186  | <\$42,936>        | \$1,250      |

This amount goes on the Balance Sheet Acct. No. 108

### **CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

| Acct.<br>No. | DESCRIPTION                            | Original<br>Cost (1) | Depreciation<br>Percentage<br>(2) | Depreciation Expense (1x2) |
|--------------|--|----------------------|-----------------------------------|----------------------------|
| 301          | Organization                           |                      |                                   |                            |
| 302          | Franchises                             |                      |                                   |                            |
| 303          | Land and Land Rights                   | \$1,250              | N/A                               | N/A                        |
| 304          | Structures and Improvements            | N/A                  | 5%                                | (Fully Depreciated)        |
| 307          | Wells and Springs                      | N/A                  | 5%                                | (Fully Depreciated)        |
| 311          | Pumping Equipment                      | N/A                  | 5%                                | (Fully Depreciated)        |
| 320          | Water Treatment Equipment              | N/A                  | 5%                                | (Fully Depreciated)        |
| 330          | Distribution Reservoirs and Standpipes | N/A                  | 5%                                | (Fully Depreciated)        |
| 331          | Transmission and Distribution Mains    | N/A                  | 5%                                | (Fully Depreciated)        |
| 333          | Services                               | N/A                  | 5%                                | (Fully Depreciated)        |
| 334          | Meters and Meter Installations         | N/A                  | 5%                                | (Fully Depreciated)        |
| 335          | Hydrants                               |                      |                                   |                            |
| 336          | Backflow Prevention Devices            |                      |                                   |                            |
| 339          | Other Plant and Misc. Equipment        |                      |                                   |                            |
| 340          | Office Furniture and Equipment         | N/A                  | 5%                                | (Fully Depreciated)        |
| 341          | Transportation Equipment               |                      |                                   |                            |
| 343          | Tools, Shop and Garage Equipment       |                      |                                   |                            |
| 344          | Laboratory Equipment                   |                      |                                   |                            |
| 345          | Power Operated Equipment               |                      |                                   |                            |
| 346          | Communication Equipment                |                      |                                   |                            |
| 347          | Miscellaneous Equipment                |                      |                                   |                            |
| 348          | Other Tangible Plant                   |                      |                                   |                            |
|              | TOTALS                                 | N/A                  | 5%                                | (Fully Depreciated)        |

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_\_\_Acct. No. 403.

# COMPANY NAME WILHOIT WATER COMPANY, INC. (FOR ALL WILHOIT SITES)

### **BALANCE SHEET**

| Acct        |   | BALANCE AT<br>BEGINNING OF | BALANCE AT<br>END OF |
|-------------|---|----------------------------|----------------------|
| .110.       | ASSETS                                      | YEAR                       | YEAR                 |
|             |   |                            |                      |
|             | CURRENT AND ACCRUED ASSETS                  |                            |                      |
| 131         | Cash  | \$4,129                    | \$<460>              |
| 134         | Working Funds                               |                            |                      |
| 135         | Temporary Cash Investments                  |                            |                      |
| 141         | Customer Accounts Receivable                |                            |                      |
| 146         | Notes/Receivables from Associated Companies | \$4,721                    | \$6,721              |
| 151         | Plant Material and Supplies                 |                            |                      |
| 162         | Prepayments                                 |                            |                      |
| 174         | Miscellaneous Current and Accrued Assets    | \$3,591                    | \$3,071              |
|             | TOTAL CURRENT AND ACCRUED ASSETS            |                            |                      |
|             |   | \$12,441                   | \$9,332              |
|             |   |                            |                      |
|             | FIXED ASSETS                                |                            |                      |
| 101         | Utility Plant in Service                    | \$238,446                  | \$246,602            |
| 103         | Property Held for Future Use                |                            |                      |
| 105         | Construction Work in Progress               |                            |                      |
| 108         | Accumulated Depreciation – Utility Plant    | <\$139,430>                | <\$138,610>          |
| 121         | Non-Utility Property                        |                            |                      |
| 122         | Accumulated Depreciation – Non Utility      |                            |                      |
|             | TOTAL FIXED ASSETS                          | \$99,016                   | \$107,991            |
| <del></del> | TOTAL ASSETS                                | \$111,457                  | \$117,323            |

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

# **BALANCE SHEET (CONTINUED)**

| Acct.<br>No. |   | BALANCE AT<br>BEGINNING OF | BALANCE AT<br>END OF |
|--------------|---|----------------------------|----------------------|
|              | LIABILITIES                                       | YEAR                       | YEAR                 |
|              | CURRENT LIABILITES                                |                            |                      |
| 231          | Accounts Payable                                  |                            |                      |
| 232          | Notes Payable (Current Portion)                   | \$78,717                   | \$109,217            |
| 234          | Notes/Accounts Payable to Associated Companies    |                            | ,                    |
| 235          | Customer Deposits                                 | \$5,148                    | \$5,148              |
| 236          | Accrued Taxes                                     | \$1,410                    | \$1,064              |
| 237          | Accrued Interest                                  |                            |                      |
| 241          | Miscellaneous Current and Accrued Liabilities     | <\$15>                     |                      |
|              | TOTAL CURRENT LIABILITIES                         | \$85,260                   | \$115,429            |
|              | LONG-TERM DEBT (Over 12 Months)                   |                            |                      |
| 224          | Long-Term Notes and Bonds                         | \$                         | \$                   |
|              | DEFERRED CREDITS                                  |                            |                      |
| 251          | Unamortized Premium on Debt                       | \$                         | \$                   |
| 252          | Advances in Aid of Construction                   |                            |                      |
| 255          | Accumulated Deferred Investment Tax Credits       |                            |                      |
| 271          | Contributions in Aid of Construction              |                            |                      |
| 272          | Less: Amortization of Contributions               |                            |                      |
| 281          | Accumulated Deferred Income Tax                   |                            |                      |
|              | TOTAL DEFERRED CREDITS                            | \$                         | \$                   |
|              | TOTAL LIABILITIES                                 | \$85,260                   | \$115,429            |
|              | CAPITAL ACCOUNTS                                  |                            |                      |
| 201          | Common Stock Issued                               | \$                         | \$                   |
| 211          | Paid in Capital in Excess of Par Value            |                            |                      |
| 215          | Retained Earnings                                 | \$26,197                   | \$1,894              |
| 218          | Proprietary Capital (Sole Props and Partnerships) |                            |                      |
|              | TOTAL CAPITAL                                     | \$26,197                   | \$1,894              |
|              | TOTAL LIABILITIES AND CAPITAL                     | \$111,457                  | \$117,323            |

# **COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

| Acct.<br>No. | OPERATING REVENUES                        | PRIOR YEAR | CURRENT YEAR |
|--------------|---|------------|--------------|
| 461          | Metered Water Revenue                     | \$16,958   | \$17,458     |
| 460          | Unmetered Water Revenue                   | Ψ10,550    |              |
| 474          | Other Water Revenues                      |            |              |
| -17-1        | TOTAL REVENUES                            | \$16,958   | \$17,458     |
|              |   |            |              |
| 601          | OPERATING EXPENSES                        | 010.116    | ф0.770       |
| 601          | Salaries and Wages                        | \$10,116   | \$9,778      |
| 610          | Purchased Water                           | 00.101     | #2.020       |
| 615          | Purchased Power                           | \$3,131    | \$3,039      |
| 618          | Chemicals                                 |            |              |
| 620          | Repairs and Maintenance                   | \$5,141    | \$7,133      |
| 621          | Office Supplies and Expense               | \$505      | \$703        |
| 630          | Outside Services                          |            |              |
| 635          | Water Testing                             | \$1,108    | \$1,853      |
| 641          | Rents                                     | \$1,320    | \$1,400      |
| 650          | Transportation Expenses                   |            |              |
| 657          | Insurance – General Liability             | \$661      | \$661        |
| 659          | Insurance - Health and Life               |            |              |
| 666          | Regulatory Commission Expense – Rate Case |            |              |
| 675          | Miscellaneous Expense                     | \$292      | \$2,173      |
| 403          | Depreciation Expense                      | 0          | -0           |
| 408          | Taxes Other Than Income                   | \$1,763    | \$1,355      |
| 408.11       | Property Taxes                            |            |              |
| 409          | Income Tax                                |            |              |
|              | TOTAL OPERATING EXPENSES                  | \$24,037   | \$28,095     |
|              | OPERATING INCOME/(LOSS)                   | <\$7,079>  | <\$10,637>   |
|              | OTHER INCOME/(EXPENSE)                    | -          | _            |
| 419          | Interest and Dividend Income              | \$         | \$           |
| 421          | Non-Utility Income                        |            | -            |
| 426          | Miscellaneous Non-Utility Expenses        |            |              |
| 427          | Interest Expense                          |            |              |
|              | TOTAL OTHER INCOME/(EXPENSE)              | \$         | \$           |
|              | NET INCOME/(LOSS)                         | <\$7,079>  | <\$10,637>   |

### COMPANY NAME WILHOIT WATER COMPANY, INC. (BLUE HILLS #3)

# SUPPLEMENTAL FINANCIAL DATA Long-Term Debt

|                        | LOAN #1 | LOAN #2 | LOAN #3 | LOAN #4 |
|------------------------|---------|---------|---------|---------|
| Data Isana d           |         |         |         |         |
| Date Issued            |         |         |         |         |
| Source of Loan         |         |         |         |         |
| ACC Decision No.       |         |         |         |         |
| Reason for Loan        |         |         |         |         |
| Dollar Amount Issued   |         |         | \$      | \$      |
| Amount Outstanding     |         |         | \$      | \$      |
| Date of Maturity       |         |         |         |         |
| Interest Rate          | %       | %       | %       | %       |
| Current Year Interest  |         |         | \$      | \$      |
| Current Year Principle |         |         | \$      | \$      |

| Meter Deposit Balance at Test Year End         | \$ |  |
|--|----|--|
| Meter Deposits Refunded During the Test Year   | S  |  |
| Wieter Deposits Relatided During the Test Tear | Ψ  |  |

| COMPANY NAME WILHOIT WATER COMPANY, INC. (BLUE HILLS #3) |   |  |  |
|--|---|--|--|
| Name of System   | ADEQ Public Water System Number (if applicable) |  |  |

### **WATER COMPANY PLANT DESCRIPTION**

#### **WELLS**

| ADWR ID<br>Number* | Pump<br>Horsepower | Pump Yield<br>(gpm) | Casing<br>Depth<br>(Feet) | Casing<br>Diameter<br>(Inches) | Meter Size<br>(inches) | Year<br>Drilled |
|--------------------|--------------------|---------------------|---------------------------|--------------------------------|------------------------|-----------------|
| 55-622750          | 3                  | 30                  | 50                        | 6                              | 1.5                    | Unk.            |
| 55-622751          | 0.5                | 10                  | 181                       | 6                              | 1.5                    | Unk.            |
|                    |                    |                     |                           |                                |                        |                 |

<sup>\*</sup> Arizona Department of Water Resources Identification Number

### **OTHER WATER SOURCES**

| Name or Description | Capacity (gpm) | Gallons Purchased or Obtained (in thousands) |
|---------------------|----------------|--|
| NONE                |                |  |
|                     |                |  |

| BOOSTER PUMPS       |  | FIRE HYDRANTS              |  |
|---------------------|--|----------------------------|--|
| Horsepower Quantity |  | Quantity Standard Quantity |  |
| NONE                |  | NONE                       |  |
|                     |  |                            |  |
|                     |  |                            |  |
|                     |  |                            |  |

| STORAGE TANKS |          |          | PRESSURE TANKS |          |
|---------------|----------|----------|----------------|----------|
|               | Capacity | Quantity | Capacity       | Quantity |
| 12,500        |          | 1        | 2,000          | 1        |
|               |          |          |                |          |
|               |          |          |                |          |

Note: If you are filing for more than one system, please provide separate sheets for each system.

#### COMPANY NAME WILHOIT WATER COMPANY, INC. (BLUE HILLS #3)

Name of System

ADEQ Public Water System Number (if applicable)

#### **WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

#### **MAINS**

| Size (in inches) | Material | Length (in feet) |
|------------------|----------|------------------|
| 2                |          |                  |
| 3                |          |                  |
| 4                |          |                  |
| 5                |          |                  |
| 6                | PIPE     | 3,505            |
| 8                |          |                  |
| 10               |          | ·                |
| 12               |          |                  |
|                  |          |                  |
|                  | •        |                  |
|                  |          |                  |
|                  |          |                  |
|                  |          |                  |

#### **CUSTOMER METERS**

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 X ¾          | 55       |
| 3/4              |          |
| 1                |          |
| 1 1/2            |          |
| 2                |          |
| Comp. 3          |          |
| Turbo 3          |          |
| Comp. 4          |          |
| Tubo 4           |          |
| Comp. 6          |          |
| Tubo 6           |          |
|                  |          |
|                  |          |

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

| COMPANY NAME:  | WILHOIT WATER COMPANY, INC. (BLUE HILLS #3)     |
|----------------|---|
| Name of System | ADEQ Public Water System Number (if applicable) |

#### WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

| MONTH/YEAR | NUMBER OF<br>CUSTOMERS | GALLONS<br>SOLD<br>(Thousands) | GALLONS PUMPED (Thousands) | GALLONS PURCHASED (Thousands) |
|------------|------------------------|--------------------------------|----------------------------|-------------------------------|
| JANUARY    | 68                     | 328,014                        | *                          | 0                             |
| FEBRUARY   | 67                     | 346,792                        | *                          | 0                             |
| MARCH      | 67                     | 186,050                        | *                          | 0                             |
| APRIL      | 65                     | 281,970                        | *                          | 0                             |
| MAY        | 64                     | 441,518                        | *                          | 0                             |
| JUNE       | 64                     | 386,334                        | *                          | 0                             |
| JULY       | 62                     | 388,471                        | *                          | 0                             |
| AUGUST     | 62                     | 250,589                        | *                          | 0                             |
| SEPTEMBER  | 61                     | 221,221                        | *                          | 0                             |
| OCTOBER    | 62                     | 264,116                        | *                          | 0                             |
| NOVEMBER   | 63                     | 246,821                        | *                          | 0                             |
| DECEMBER   | 63                     | 230,405                        | *                          | 0                             |
|            | TOTALS →               | 3,572,301                      | *                          | 0                             |

<sup>\*</sup>It was not known until recently (2007) that meters were, in fact, in place on the wells used here. Therefore, no readings were made in 2006.

#### What is the level of arsenic for each well on your system? .180 mg/l

(If more than one well, please list each separately.) **NOTE:** The wells are not sampled separately but are a composite of the wells blended together prior to entering the distribution lines.

If system has fire hydrants, what is the fire flow requirement? N/A

| If system has chlorina  | tion treatment, does this treatment system chlorinate continuously |
|-------------------------|--|
| ( ) Yes                 | (X) No   |
| Is the Water Utility lo | cated in an ADWR Active Management Area (AMA)?                     |
| (X) Yes                 | ( ) No   |
| Does the Company ha     | ve an ADWR Gallons Per Capita Per Day (GPCPD) requirement?         |
| ( ) Yes                 | ( ) No   |
| If yes, provide the GP  | CPD amount:  |

Note: If you are filing for more than one system, please provide separate data sheets for each system.

#### COMPANY NAME WILHOIT WATER COMPANY, INC. (BLUE HILLS #3) YEAR ENDING 12/31/2006

# **PROPERTY TAXES**

| Amount of actual property taxes paid during Calendar Year 2006 was: \$0-   |
|--|
| Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year. |
| If no property taxes paid, explain why:  |
| For Blue Hills #3, all property taxes from 1999 through 2000 were paid in full. Currently, the delinquent property taxes due, including fees and interest, are \$6,510.34.                               |
| The Company is currently in talks with the Yavapai County Treasurer's Office to arrange for payment of back taxes.   |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |

# VERIFICATION AND SWORN STATEMENT Taxes

#### VERIFICATION

STATE OF <u>ARIZONA</u>
I, THE UNDERSIGNED

OF THE

| TY OF (COUNTY NAME) $L_1$       |                 |
|---------------------------------|-----------------|
| Muricopa                        |                 |
| NAME (OWNER OR OFFICIAL) TITLE: |                 |
| NAME (OWNER OR OFFICIAL) TITLE: | BA - TRUTH WILL |
| WILHOIT WATER COMPA             | NY, INC.        |

<u>DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION</u>

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-------|-----|------|
| 12    | 31  | 2006 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

#### **SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT-AND PAID IN FUEL

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

DAY OF

COUNTY NAME

JULY

Luanst

2007

RACHEL D. GRAYCZYK
Notary Public - Arizona
MARICOPA COUNTY
My Commission Expires
COMMISSION A GHAST 24, 2038

THIS

SIGNATURE OF NOTARY PUBLIC

# COMPANY NAME: WILHOIT WATER COMPANY, INC. YEAR ENDING 12/31/2006

### **INCOME TAXES**

| For this reporting period, provide the following:   |  |
|---|--|
| Federal Taxable Income Reported Estimated or Actual Federal Tax Liability                               |  |
| State Taxable Income Reported Estimated or Actual State Tax Liability                                   |  |
| Amount of Grossed-Up Contributions/Advances:  |  |
| Amount of Contributions/Advances Amount of Gross-Up Tax Collected                                       |  |
| Total Grossed-Up Contributions/Advances   |  |
| of the tax year when tax returns are completed. Purany Payer or if any gross-up tax refunds have alread | Il refund any excess gross-up funds collected at the close suant to this Decision, if gross-up tax refunds are due to be been made, attach the following information by Payer: ant of gross-up tax collected, the amount of refund due to be has made the refund to the Payer. |
| CERTIFICATION   |  |
| prior year's annual report. This certification is to be   | refunded to Payers all gross-up tax refunds reported in the e signed by the President or Chief Executive Officer, if a artnership; the managing member, if a limited liability ip.   |
| SIGNATURE   | S/16/C7<br>DATE  |
| Jim Weg +   |  |
| PRINTED NAME  | TITLE  |

#### VERIFICATION AND

#### **SWORN STATEMENT**

**Intrastate Revenues Only** 

**VERIFICATION** 

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF MARICOPA

JIM WEST, BY POA FOR DAVID CONLIN, JR., SECRETARY

WILHOIT WATER COMPANY, INC.

#### DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-------|-----|------|
| 12    | 31  | 2006 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

#### **SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM <u>ARIZONA INTRASTATE</u> UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$107,350.31 (FOR ALL THREE SITES)

(THE AMOUNT IN BOX ABOVE INCLUDES \$7942.50 (For all three sites) IN SALES TAXES BILLED, OR COLLECTED)

\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

1/1

DAY OF

602-570-4557
TELEPHONE NUMBER

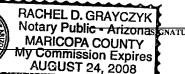
MARICOPA

AUGUST

,2007

(SEAL)

MY COMMISSION EXPIRES



Tacky S Hingary

# VERIFICATION AND SWORN STATEMENT RESIDENTIAL REVENUE

**Intrastate Revenues Only** 

VERIFICATION

| STATE OF ARIZONA   | COUNTY OF MARICOPA                         |           |
|--------------------|--|-----------|
| I, THE UNDERSIGNED | JIM WEST, BY P.O.A. FOR DAVID CONLIN, JR., | SECRETARY |
| OF THE             | WILHOIT WATER COMPANY, INC.                |           |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-------|-----|------|
| 12    | 31  | 2006 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

#### SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM <u>ARIZONA INTRASTATE UTILITY OPERATIONS</u> RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$107,350.31 (For All Sites)

THE AMOUNT IN BOX AT LEFT INCLUDES \$7,942.50 (for all sites) IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.

SIGNATURE OF OWNER OR OFFICIAL

602-570-4557

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

MARICOPA

NOTARY PUBLIC NAME

AUGUST

THIS

(SEAL)

16th

DAY OF

RACHEL D. GRAYCZYK Notary Public - Arizona MARICOPA COUNTY X My Commission Expires

AUGUST 24, 2008

SIGNATURE OF NOTARY PUBLIC

2007

MY COMMISSI

17

# ARIZONA CORPORATION COMMISSION UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

WILHOIT WATER COMPANY, INC. (YAVAPAI MOBILE HOME ESTATES)

# AMENDED

# **ANNUAL REPORT**

AUG 2 0 2007

FOR YEAR ENDING

- 2 JUAP GOMM Director utilities

12 31 2006

FOR COMMISSION USE

ANN 04

06

PROCESSED BY:

SCANNED

# **COMPANY INFORMATION**

| Company Name (Business Name): WILHOIT WATER COMPANY, INC. (Yavapai M.H. Estates) |   |   |  |  |  |  |
|--|---|---|--|--|--|--|
| Mailing Address: P.O. Box 870, 901 1st (Street)                                  | South Street                                |   |  |  |  |  |
| Clarkdale,<br>(City)   | AZ<br>(State)                               | 86324<br>(Zip)                            |  |  |  |  |
| 928-634-3760<br>Telephone No. (Include Area Code)                                | 928-634-8512<br>Fax No. (Include Area Code) | n/a<br>Pager/Cell No. (Include Area Code) |  |  |  |  |
| Email Address: n/a   |   |   |  |  |  |  |
| Local Office Mailing Address   | Street)                                     |   |  |  |  |  |
| (City)   | (State)                                     | (Zip)                                     |  |  |  |  |
| Local Office Telephone No. (Include Area Code)                                   | Fax No. (Include Area Code)                 | Pager/Cell No. (Include Area Code)        |  |  |  |  |
| Email Address n/a  |   |   |  |  |  |  |

# **MANAGEMENT INFORMATION**

|                                   | (Name)                      | (Tît             | le)                |
|-----------------------------------|-----------------------------|------------------|--------------------|
| Same as Above                     |                             |                  |                    |
| (Street)                          | (City)                      | (State)          | (Zip)              |
| Same as Above                     |                             |                  |                    |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. ( | Include Area Code) |
| mail Address n/a                  |                             |                  |                    |
| On Site Manager:                  |                             |                  |                    |
|                                   | (Name)                      |                  |                    |
| (Street)                          | (City)                      | (State)          | (Zip)              |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. ( | Include Area Code) |
| Email Address                     |                             |                  |                    |

 $\boxtimes$  Please mark this box if the above address(es) have changed or are updated since the last filing.

| Statutory Agent:                                  | Douglas G. Martin, Esq. (Name)                 |                             |                              |  |  |
|---|--|-----------------------------|------------------------------|--|--|
| 365 East Coronado Road, Suite 200 (Street)        | Phoenix<br>(City)                              | AZ<br>(State)               | <b>85004</b> (Zip)           |  |  |
| 602-230-0030<br>Telephone No. (Include Area Code) | <b>602-604-0004</b> Fax No. (Include Area Code | <b>n/</b> :<br>Pager/Cell N | a<br>lo. (Include Area Code) |  |  |
| Attorney:   | -Same as Statutory Agent- (Name)               |                             |                              |  |  |
| (Street)  | (City)   | (State)                     | (Zip)                        |  |  |
| Telephone No. (Include Area Code)                 | Fax No. (Include Area Code)                    | Pager/Cell N                | lo. (Include Area Code)      |  |  |
| ☐ Please mark this box if the abo                 | ve address(es) have changed or are             | updated since the           | e last filing.               |  |  |
|   | OWNERSHIP INFORMATIO                           | N                           |                              |  |  |
| Check the following box that applie               | s to your company:                             |                             |                              |  |  |
| Sole Proprietor (S)                               | C Corporation (C                               | (Other than As              | sociation/Co-op)             |  |  |
| Partnership (P)                                   | ☐ Subchapter S Corporation (Z)                 |                             |                              |  |  |
| ☐ Bankruptcy (B)                                  | Association/Co-op (A)                          |                             |                              |  |  |
| Receivership (R)                                  | Limited Liability Company                      |                             |                              |  |  |
| Other (Describe)                                  | Other (Describe)                               |                             |                              |  |  |
|   | <b>COUNTIES SERVED</b>                         |                             |                              |  |  |
| Check the box below for the county,               | ies in which you are certificated to pro       | ovide service:              |                              |  |  |
| □ АРАСНЕ  | ☐ COCHISE                                      | ☐ COCONI                    | NO                           |  |  |
| ☐ GILA  | ☐ GRAHAM                                       | ☐ GREENI                    | ÆE                           |  |  |
| ☐ LA PAZ  | ☐ MARICOPA                                     | ☐ MOHAV                     | E                            |  |  |
| ☐ NAVAJO  | ☐ PIMA   | ☐ PINAL                     |                              |  |  |
| ☐ SANTA CRUZ                                      | <b>⊠</b> YAVAPAI                               | ☐ YUMA                      |                              |  |  |
| ☐ STATEWIDE                                       |  |                             |                              |  |  |

# COMPANY NAME WILHOIT WATER COMPANY, INC. (YAVAPAI M.H. ESTATES)

# **UTILITY PLANT IN SERVICE**

| Acct. |   | Original  | Accumulated       | O.C.L.D.     |
|-------|---|-----------|-------------------|--------------|
| No.   | DESCRIPTION                               | Cost (OC) | Depreciation (AD) | (OC less AD) |
| 301   | Organization                              |           |                   |              |
| 302   | Franchises                                |           |                   |              |
| 303   | Land and Land Rights                      | \$1,250   | N/A               | \$1,250      |
| 304   | Structures and Improvements               | \$5,000   | <\$5,000>         | -0-          |
| 307   | Wells and Springs                         | \$25,278  | <\$8,976>         | \$16,302     |
| 311   | Pumping Equipment                         | \$23,996  | <\$21,246>        | \$2,750      |
| 320   | Water Treatment Equipment                 |           |                   |              |
| 330   | Distribution Reservoirs and<br>Standpipes | \$12,549  | <\$3,429>         | \$9,120      |
| 331   | Transmission and Distribution Mains       | \$36,611  | <\$36,611>        | -0-          |
| 333   | Services                                  | \$7,057   | <\$7,057>         | -0-          |
| 334   | Meters and Meter Installations            | \$5,603   | <\$5,603>         | -0-          |
| 335   | Hydrants                                  |           |                   |              |
| 336   | Backflow Prevention Devices               |           |                   |              |
| 339   | Other Plant and Misc. Equipment           |           |                   |              |
| 340   | Office Furniture and Equipment            | \$149     | <\$149>           | -0-          |
| 341   | Transportation Equipment                  |           |                   |              |
| 343   | Tools, Shop and Garage Equipment          |           |                   |              |
| 344   | Laboratory Equipment                      |           |                   |              |
| 345   | Power Operated Equipment                  |           |                   |              |
| 346   | Communication Equipment                   |           |                   |              |
| 347   | Miscellaneous Equipment                   |           |                   |              |
| 348   | Other Tangible Plant                      |           |                   |              |
|       | TOTALS                                    | \$117,493 | <\$88,071>        | \$29,422     |

This amount goes on the Balance Sheet Acct. No. 108

# **CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

| Acct.<br>No. | DESCRIPTION                            | Original<br>Cost (1) | Depreciation Percentage (2) | Depreciation  Expense (1x2) |
|--------------|--|----------------------|-----------------------------|-----------------------------|
| 301          | Organization                           |                      |                             |                             |
| 302          | Franchises                             |                      |                             |                             |
| 303          | Land and Land Rights                   | \$1,250              | N/A                         | N/A                         |
| 304          | Structures and Improvements            | N/A                  | 5%                          | (Fully Depreciated)         |
| 307          | Wells and Springs                      | \$21,940             | 5%                          | \$1,097                     |
| 311          | Pumping Equipment                      | \$5,000              | 5%                          | \$250                       |
| 320          | Water Treatment Equipment              |                      |                             |                             |
| 330          | Distribution Reservoirs and Standpipes | \$9,600              | 5%                          | \$480                       |
| 331          | Transmission and Distribution Mains    | N/A                  | 5%                          | (Fully Depreciated)         |
| 333          | Services                               | N/A                  | 5%                          | (Fully Depreciated)         |
| 334          | Meters and Meter Installations         | N/A                  | 5%                          | (Fully Depreciated)         |
| 335          | Hydrants                               |                      |                             |                             |
| 336          | Backflow Prevention Devices            |                      |                             |                             |
| 339          | Other Plant and Misc. Equipment        |                      |                             |                             |
| 340          | Office Furniture and Equipment         | N/A                  | 5%                          | (Fully Depreciated)         |
| 341          | Transportation Equipment               |                      |                             |                             |
| 343          | Tools, Shop and Garage Equipment       |                      |                             |                             |
| 344          | Laboratory Equipment                   |                      |                             |                             |
| 345          | Power Operated Equipment               |                      |                             |                             |
| 346          | Communication Equipment                |                      |                             |                             |
| 347          | Miscellaneous Equipment                |                      |                             |                             |
| 348          | Other Tangible Plant                   |                      |                             |                             |
|              | TOTALS                                 | \$36,540             | 5%                          | \$1,827                     |

This amount goes on the Comparative Statement of Income and Expense \_ Acct. No. 403.

### COMPANY NAME WILHOIT WATER COMPANY, INC. (FOR ALL WILHOIT SITES)

# **BALANCE SHEET**

| Acct  |   | BALANCE AT<br>BEGINNING OF | BALANCE AT<br>END OF |  |
|-------|---|----------------------------|----------------------|--|
| .110. | ASSETS                                      | YEAR                       | YEAR                 |  |
|       | CUDDENIE AND ACCOURD ACCEPTE                |                            | -                    |  |
| 121   | CURRENT AND ACCRUED ASSETS  Cash            | ¢4.120                     | \$<460>              |  |
| 131   |   | \$4,129                    | 3~4002               |  |
| 134   | Working Funds                               |                            |                      |  |
| 135   | Temporary Cash Investments                  |                            |                      |  |
| 141   | Customer Accounts Receivable                | 0.4.701                    | ΦC 701               |  |
| 146   | Notes/Receivables from Associated Companies | \$4,721                    | \$6,721              |  |
| 151   | Plant Material and Supplies                 |                            |                      |  |
| 162   | Prepayments                                 | 0.00                       | <b>***</b>           |  |
| 174   | Miscellaneous Current and Accrued Assets    | \$3,591                    | \$3,071              |  |
|       | TOTAL CURRENT AND ACCRUED ASSETS            | \$12,441                   | \$9,332              |  |
|       |   | Ψ129111                    |                      |  |
|       | FIXED ASSETS                                |                            |                      |  |
| 101   | Utility Plant in Service                    | \$238,446                  | \$246,602            |  |
| 103   | Property Held for Future Use                |                            |                      |  |
| 105   | Construction Work in Progress               |                            |                      |  |
| 108   | Accumulated Depreciation – Utility Plant    | <\$139,430>                | <\$138,610>          |  |
| 121   | Non-Utility Property                        |                            |                      |  |
| 122   | Accumulated Depreciation – Non Utility      |                            |                      |  |
|       | TOTAL FIXED ASSETS                          | \$99,016                   | \$107,991            |  |
|       | TOTAL ASSETS                                | \$111,457                  | \$117,323            |  |

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

# COMPANY NAME WILHOIT WATER COMPANY, INC. (ALL WILHOIT SITES)

# **BALANCE SHEET (CONTINUED)**

| Acct.<br>No.      |   | BALANCE AT<br>BEGINNING OF | BALANCE AT<br>END OF |
|-------------------|---|----------------------------|----------------------|
|                   | LIABILITIES                                       | YEAR                       | YEAR                 |
|                   | CURRENT LIABILITES                                |                            |                      |
| 231               |   |                            |                      |
| $\frac{231}{232}$ | Accounts Payable  Notes Payable (Comment Parties) | \$70.717                   | ¢100 217             |
|                   | Notes Payable (Current Portion)                   | \$78,717                   | \$109,217            |
| 234               | Notes/Accounts Payable to Associated Companies    | ΦΕ 140                     | Ø5 149               |
| 235               | Customer Deposits                                 | \$5,148                    | \$5,148              |
| 236               | Accrued Taxes                                     | \$1,410                    | \$1,064              |
| 237               | Accrued Interest                                  | 201#5                      |                      |
| 241               | Miscellaneous Current and Accrued Liabilities     | <\$15>                     | 0115 430             |
|                   | TOTAL CURRENT LIABILITIES                         | \$85,260                   | \$115,429            |
|                   | LONG-TERM DEBT (Over 12 Months)                   |                            |                      |
| 224               | Long-Term Notes and Bonds                         | \$                         | \$                   |
|                   | DEFERRED CREDITS                                  |                            |                      |
| 251               | Unamortized Premium on Debt                       | \$                         | \$                   |
| 251               | Advances in Aid of Construction                   | <b>D</b>                   | <b>D</b>             |
| 255               | Accumulated Deferred Investment Tax Credits       |                            |                      |
| 271               | Contributions in Aid of Construction              | _                          |                      |
| 271               | Less: Amortization of Contributions               |                            |                      |
| 281               | Accumulated Deferred Income Tax                   |                            |                      |
| 201               | TOTAL DEFERRED CREDITS                            | \$                         | \$                   |
|                   | TOTAL DEFERRED CREDITS                            | <u> </u>                   |                      |
|                   | TOTAL LIABILITIES                                 | \$85,260                   | \$115,429            |
|                   | CARVEAL ACCOUNTS                                  |                            |                      |
| 201               | CAPITAL ACCOUNTS                                  | <u> </u>                   | 6                    |
| 201               | Common Stock Issued                               | \$                         | \$                   |
| 211               | Paid in Capital in Excess of Par Value            | 006 107                    | 61.904               |
| 215               | Retained Earnings                                 | \$26,197                   | \$1,894              |
| 218               | Proprietary Capital (Sole Props and Partnerships) | 00/107                     | 61 004               |
|                   | TOTAL CAPITAL                                     | \$26,197                   | \$1,894              |
|                   | TOTAL LIABILITIES AND CAPITAL                     | \$111,457                  | \$117,323            |

#### COMPANY NAME WILHOIT WATER COMPANY, INC. (YAVAPAI M.H. ESTATES)

# **COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

| Acct.  | OPERATING REVENUES                        | PRIOR YEAR | CURRENT YEAR |
|--------|---|------------|--------------|
| No     |   |            |              |
| 461    | Metered Water Revenue                     | \$43,400   | \$40,158     |
| 460    | Unmetered Water Revenue                   |            |              |
| 474    | Other Water Revenues                      |            |              |
|        | TOTAL REVENUES                            | \$43,400   | \$40,158     |
|        | OPERATING EXPENSES                        |            |              |
| 601    | Salaries and Wages                        | \$17,479   | \$14,902     |
| 610    | Purchased Water                           | *          | # 2 1)2 U    |
| 615    | Purchased Power                           | \$4,855    | \$5,017      |
| 618    | Chemicals                                 |            |              |
| 620    | Repairs and Maintenance                   | \$6,827    | \$12,104     |
| 621    | Office Supplies and Expense               | \$946      | \$1,079      |
| 630    | Outside Services                          |            |              |
| 635    | Water Testing                             | \$988      | \$3,559      |
| 641    | Rents                                     | \$2,310    | \$2,310      |
| 650    | Transportation Expenses                   |            |              |
| 657    | Insurance – General Liability             | \$1,157    | \$1,157      |
| 659    | Insurance - Health and Life               | *          |              |
| 666    | Regulatory Commission Expense – Rate Case |            |              |
| 675    | Miscellaneous Expense                     | \$387      | \$2,307      |
| 403    | Depreciation Expense                      | \$1,827    | \$1,827      |
| 408    | Taxes Other Than Income                   | \$3,085    | \$3,603      |
| 408.11 | Property Taxes                            |            |              |
| 409    | Income Tax                                |            |              |
|        | TOTAL OPERATING EXPENSES                  | \$39,861   | \$47,865     |
|        | OPERATING INCOME/(LOSS)                   | \$3,539    | <\$7,707>    |
|        | OTHER INCOME/(EXPENSE)                    | -          |              |
| 419    | Interest and Dividend Income              | \$         | \$           |
| 421    | Non-Utility Income                        | 7          |              |
| 426    | Miscellaneous Non-Utility Expenses        |            | -            |
| 427    | Interest Expense                          |            | -            |
|        | TOTAL OTHER INCOME/(EXPENSE)              | \$         | \$           |
|        | NET INCOME/(LOSS)                         | \$3,539    | <\$7,707>    |

# COMPANY NAME WILHOIT WATER COMPANY, INC. (YAVAPAI MOBILE HOME ESTATES)

# SUPPLEMENTAL FINANCIAL DATA Long-Term Debt

|                        | LOAN #1        | LOAN #2         | LOAN #3 | LOAN #4 |
|------------------------|----------------|-----------------|---------|---------|
|                        | 7/1/2005       | 12/1/2006       |         |         |
| Date Issued            |                |                 |         |         |
|                        | Glenarm Land   | Glenarm Land    |         |         |
| Source of Loan         | Company, Inc.  | Company, Inc.   |         |         |
|                        | PENDING        | PENDING         |         |         |
| ACC Decision No.       |                |                 |         |         |
|                        | Well Drilling  | Arsenic         |         |         |
| Reason for Loan        |                | Remediation     |         |         |
| Dollar Amount Issued   | \$10,000       | \$36,105.40     | \$      | \$      |
| Amount Outstanding     | \$10,000       | \$36,105.40     | \$      | \$      |
| Date of Maturity       | 9/1/2017       | 9/1/2017        |         |         |
| Interest Rate          | 10%            | 10%             | %       | %       |
|                        | 9/1/07-8/31/08 | 9/1/08/-8/31/09 |         |         |
| Current Year Interest  | \$972.40       | \$3,510.86      | \$      | \$      |
| Current Year Principle | \$613.40       | \$2,214.82      | \$      | \$      |

| Meter Deposit Balance at Test Year End       | \$ |  |  |
|--|----|--|--|
| Meter Deposits Refunded During the Test Year | \$ |  |  |

# COMPANY NAME WILHOIT WATER COMPANY, INC. (YAVAPAI MOBILE HOME ESTATES)

Name of System

ADEQ Public Water System Number (if applicable)

### **WATER COMPANY PLANT DESCRIPTION**

#### **WELLS**

| ADWR ID<br>Number* | Pump<br>Horsepower | Pump Yield<br>(gpm) | Casing<br>Depth<br>(Feet) | Casing Diameter (Inches) | Meter Size<br>(inches) | Year<br>Drilled |
|--------------------|--------------------|---------------------|---------------------------|--------------------------|------------------------|-----------------|
| 55-622747          | 5                  | 30                  | 389                       | 6                        | 2                      | 1971            |
| 55-504297          | 5                  | 30                  | 420                       | 6                        | 1.5                    | 1976            |
| 55-904908          | Not in service     | 5                   | 580                       | 7                        |                        | 2006            |
|                    | due to arsenic     |                     | -                         |                          |                        |                 |
|                    | levels             |                     |                           |                          |                        |                 |
|                    |                    |                     |                           |                          |                        |                 |

<sup>\*</sup> Arizona Department of Water Resources Identification Number

#### **OTHER WATER SOURCES**

| Name or Description | Capacity (gpm) | Gallons Purchased or Obtained (in thousands) |
|---------------------|----------------|--|
| NONE                |                |  |
|                     |                |  |

| BOOSTER P  | UMPS     | FIRE HYDRANTS     |                |  |
|------------|----------|-------------------|----------------|--|
| Horsepower | Quantity | Quantity Standard | Quantity Other |  |
| 5          | 2        | NONE              |                |  |
|            |          |                   |                |  |
|            |          | i                 |                |  |
|            |          |                   |                |  |

| STORAGE TANK | KS       | PRESSURE TANKS |          |  |  |
|--------------|----------|----------------|----------|--|--|
| Capacity     | Quantity | Capacity       | Quantity |  |  |
| 12,500       | 1        | 3,000          | 1        |  |  |
| 14,000       | 1        |                |          |  |  |
|              |          |                |          |  |  |

Note: If you are filing for more than one system, please provide separate sheets for each system.

#### COMPANY NAME WILHOIT WATER COMPANY, INC. (YAVAPAI MOBILE HOME ESTATES)

Name of System

ADEQ Public Water System Number (if applicable)

#### WATER COMPANY PLANT DESCRIPTION (CONTINUED)

#### **MAINS**

| Size (in inches) | Material | Length (in feet) |
|------------------|----------|------------------|
| 2                |          |                  |
| 3                |          |                  |
| 4                | PVC PIPE | 1,300            |
| 5                |          |                  |
| 6                | PVC PIPE | 6,137            |
| 8                |          |                  |
| 10               |          | ·                |
| 12               |          |                  |
|                  |          |                  |
|                  |          |                  |
|                  |          |                  |
|                  |          |                  |
|                  |          |                  |

#### **CUSTOMER METERS**

| Size (in inches)                  | Quantity    |
|-----------------------------------|-------------|
| 5/8 X <sup>3</sup> / <sub>4</sub> | 93          |
| 3/4                               |             |
| 1                                 |             |
| 1 1/2                             |             |
| 2                                 | 1           |
| Comp. 3                           |             |
| Turbo 3                           | <del></del> |
| Comp. 4                           | 1           |
| Tubo 4                            |             |
| Comp. 6                           | -           |
| Tubo 6                            |             |
|                                   |             |
|                                   |             |

| For the following three items, list the utility owned assets in each category for each system. |  |  |  |  |
|--|--|--|--|--|
| TREATMENT EQUIPMENT:   |  |  |  |  |
|  |  |  |  |  |
|  |  |  |  |  |
|  |  |  |  |  |
| STRUCTURES:  |  |  |  |  |
|  |  |  |  |  |
|  |  |  |  |  |
|  |  |  |  |  |
| OTHER:   |  |  |  |  |
|  |  |  |  |  |
|  |  |  |  |  |
|  |  |  |  |  |

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: WILHOIT WATER COMPANY, INC. (YAVAPAI MOBILE HOME ESTATES)

Name of System

ADEQ Public Water System Number (if applicable)

#### WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

| MONTH/YEAR | NUMBER OF<br>CUSTOMERS | GALLONS<br>SOLD<br>(Thousands) | GALLONS<br>PUMPED<br>(Thousands) | GALLONS PURCHASED (Thousands) |
|------------|------------------------|--------------------------------|----------------------------------|-------------------------------|
| JANUARY    | 114                    | 751,170                        | *                                | 0                             |
| FEBRUARY   | 114                    | 816,400                        | *                                | 0                             |
| MARCH      | 115                    | 567,470                        | *                                | 0                             |
| APRIL      | 111                    | 948,560                        | *                                | 0                             |
| MAY        | 111                    | 1,240,500                      | *                                | 0                             |
| JUNE       | 110                    | 1,088,790                      | *                                | 0                             |
| JULY       | 110                    | 1,021,839                      | *                                | 0                             |
| AUGUST     | 109                    | 795,112                        | *                                | 0                             |
| SEPTEMBER  | 109                    | 701,607                        | *                                | 0                             |
| OCTOBER    | 106                    | 559,217                        | *                                | 0                             |
| NOVEMBER   | 106                    | 600,484                        | *                                | 0                             |
| DECEMBER   | 106                    | 758,960                        | *                                | 0                             |
|            | TOTALS →               | 9,850,109                      | *                                | 0                             |

<sup>\*</sup>It was not known until recently (2007) that meters were, in fact, in place on the wells used here. Therefore, no readings were made in 2006.

#### What is the level of arsenic for each well on your system? .316mg/l

(If more than one well, please list each separately.) NOTE: The wells are not sampled separately but are a composite of the wells blended together prior to entering the distribution lines.

If system has fire hydrants, what is the fire flow requirement? N/A

| If system has chlorinat  | ion treatment, does this treatment system chlorinate continuously |
|--------------------------|---|
| ( ) Yes                  | (X) No  |
| Is the Water Utility loc | eated in an ADWR Active Management Area (AMA)?                    |
| (X) Yes                  | ( ) No  |
| Does the Company hav     | e an ADWR Gallons Per Capita Per Day (GPCPD) requirement?         |
| ( ) Yes                  | ( X ) No  |
| If yes, provide the GPC  | CPD amount:   |

Note: If you are filing for more than one system, please provide separate data sheets for each system.

#### COMPANY NAME WILHOIT WATER COMPANY, INC. (YAVAPAI MOBILE HOME ESTATES) YEAR ENDING 12/31/2006

#### **PROPERTY TAXES**

| iniount of actua | ii property | taxes para | during ( | Jaiona | ai i ca | 1 2000 1 | νаз. ψ |        | <br> |  |  |
|------------------|-------------|------------|----------|--------|---------|----------|--------|--------|------|--|--|
|                  |             |            |          |        |         |          |        |        |      |  |  |
| A 1              |             |            |          |        |         | 4.6      |        | C 1111 | •    |  |  |

Amount of actual property taxes paid during Calendar Year 2006 was: \$ -0-

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why:

For Yavapai Mobile Home Estates, there are two property tax accounts on record with the Yavapai County Treasurer. The first, and more substantial account, shows that taxes were paid in full in 1988 and 1989, the first half of 1992, then from 1993 through 2000. The second account shows taxes paid in the years 2000 and 2001. Currently, for the first account, the total delinquent property taxes due, including fees and interest, are \$24,847.51. For the second account, the total delinquent property taxes due, including fees and interest, are \$136.73.

The Company is currently in talks with the Yavapai County Treasurer's Office to arrange for payment of back taxes.

#### VERIFICATION AND **SWORN STATEMENT Taxes**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| COUNTY OF (COUNTY NAME) | Maricopa    |           |  |
|-------------------------|-------------|-----------|--|
| NAME (OWNER OR C        |             | Secretary |  |
|                         | WATER COMPA |           |  |

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-------|-----|------|
| 12    | 31  | 2006 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

#### **SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

MARROPA

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

**THIS** 

MY COMMISSION EXPIR

DAY OF RACHEL D. GRAYCZYK Notary Public - Arizona MARICOPA COUNTY

My Commission Expires AUGUST 24, 2008

**AUGUST** 

COUNTY NAME

2007

SIGNATURE OF NOTARY PUBLIC

COMPANY NAME: WILHOIT WATER COMPANY, INC.

**YEAR ENDING 12/31/2006** 

#### **INCOME TAXES**

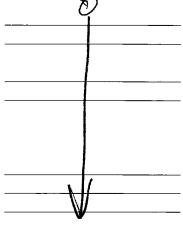
| For this reporting | period, | provide | the fol | lowing: |
|--------------------|---------|---------|---------|---------|
|--------------------|---------|---------|---------|---------|

Federal Taxable Income Reported Estimated or Actual Federal Tax Liability

State Taxable Income Reported Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances Amount of Gross-Up Tax Collected Total Grossed-Up Contributions/Advances



Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

#### CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

PRINTED NAME

DATE

TITLE

# VERIFICATION AND SWORN STATEMENT

**Intrastate Revenues Only** 

VERIFICATION

STATE OF ARIZONA

I. THE UNDERSIGNED

OF THE

| COUNTY OF MARICOPA                                |
|---|
| JIM WEST, BY POA FOR DAVID CONLIN, JR., SECRETARY |
| WILHOIT WATER COMPANY, INC.                       |

#### DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-------|-----|------|
| 12    | 31  | 2006 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

#### **SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM <u>ARIZONA INTRASTATE</u> UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

602-570-4557
TELEPHONE NUMBER

\$107,350.31 (FOR ALL THREE SITES)

(THE AMOUNT IN BOX ABOVE INCLUDES \$7942.50 (For all three sites) IN SALES TAXES BILLED, OR COLLECTED)

\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

16 FM

DAY OF

**MARICOPA** 

AUGUST

.2007

(SEAL)

MY COMMISSION EXPIRES

RACHEL D. GRAYCZYK Notary Public - Arizona MARICOPA COUNTY My Commission Expires AUGUST 24, 2008

NATURE OF NOTARY PUBLIC TO THE OF NOTARY PUBLIC

### **VERIFICATION AND SWORN STATEMENT RESIDENTIAL REVENUE Intrastate Revenues Only**

VEDIEICATION

| ERIFICATION  |  |   |   |  |   |
|--|--|---|---|--|---|
| TATE OF ARIZONA  | COUNTY OF  | MARICOPA  |   |  | *   |
| , THE UNDERSIGNED  | JIM WEST, BY P.O.A. FO   | R DAVID CONLIN, JR.                               | ,   | SECRE  | TARY  |
| OF THE   | WILHOIT WATER COMP   | PANY, INC.  |   | <b>1</b>   |   |
| O SAY THAT THIS ANNUA  | AL UTILITY RE  | PORT TO TI  | HE ARIZO  | ONA CORPOR   | ATION COMMISSION  |
| OR THE YEAR ENDING   | MONTH 12   |   | YEAR<br>2006  |  |   |
| UTILITY FOR THE IMATTER AND THIN BELIEF.   | PERIOD COVER<br>G SET FORTH,   | RED BY TH   | S REPOR   | RT IN RESPE  | IESS AND AFFAIRS OF S<br>CT TO EACH AND EV<br>CDGE, INFORMATION   |
| IN ACCORDANCE W<br>ARIZONA REVISED   | STATUTES, IT   | IS HEREI  | N REPO  | RTED THAT  | CLE 8, SECTION 40-40<br>THE GROSS OPERAT<br>TE UTILITY OPERATI  |
| IN ACCORDANCE WARIZONA REVISED REVENUE OF SAID RECEIVED FROM RE  | STATUTES, IT<br>UTILITY DERI<br>SIDENTIAL CUS  | T IS HEREI IVED FROM STOMERS DI                   | N REPOR<br>ARIZON<br>URING CA<br>THE AM<br>INCLUD               | RTED THAT  A INTRASTA  LENDAR YEA  OUNT IN BOX ES \$7,942.50 (for                          | THE GROSS OPERATE UTILITY OPERATE AR 2006 WAS:  AT LEFT   |
| IN ACCORDANCE WARIZONA REVISED REVENUE OF SAID RECEIVED FROM RE  | STATUTES, IT UTILITY DERI SIDENTIAL CUSTOPERATING REVEN (For All Sites)                  | I IS HEREI IVED FROM STOMERS DI NUES              | N REPORE ARIZON URING CA THE AM INCLUD IN SALE                  | RTED THAT A INTRASTA LLENDAR YEA OUNT IN BOX ES \$7,942.50 (fc S TAXES BILL SIGNATURE OF C | THE GROSS OPERATE UTILITY OPERATE AR 2006 WAS:  AT LEFT or all sites)   |
| IN ACCORDANCE WARIZONA REVISED REVENUE OF SAID RECEIVED FROM RE  ARIZONA INTRASTATE GROSS \$107,350.31 ( *RESIDENTIAL REVENUE MUST INCLUDE SALES | STATUTES, IT UTILITY DERI SIDENTIAL CUSTOPERATING REVEN (For All Sites)                  | I IS HEREI IVED FROM STOMERS DI RUES  N THIS PAGE | N REPORE  | RTED THAT A INTRASTA LLENDAR YEA OUNT IN BOX ES \$7,942.50 (fc S TAXES BILL SIGNATURE OF C | THE GROSS OPERATE UTILITY OPERATE AND A SECOND COLLECTED OF THE COLLECTED |
| ARIZONA REVISED REVENUE OF SAID RECEIVED FROM RE  ARIZONA INTRASTATE GROSS \$107,350.31 (  *RESIDENTIAL REVENUE MUST INCLUDE SALES               | STATUTES, IT UTILITY DERI SIDENTIAL CUSTOMER (For All Sites) E REPORTED OF TAXES BILLED. | I IS HEREI IVED FROM STOMERS DI NUES N THIS PAGI  | N REPORATION ARIZON URING CA THE AM INCLUDIN SALE               | RTED THAT A INTRASTA LENDAR YEA OUNT IN BOX ES \$7,942.50 (fc S TAXES BILL  SIGNATURE OF C | THE GROSS OPERATION OPERATION OPERATION OPERATION OPERATION OF All sites)  JUNIOR COLLECTED)  JUNIOR OF OFFICIAL  602-570-4557  DIE NUMBER  |
| IN ACCORDANCE WARIZONA REVISED REVENUE OF SAID RECEIVED FROM RE  ARIZONA INTRASTATE GROSS \$107,350.31 ( *RESIDENTIAL REVENUE MUST INCLUDE SALES | STATUTES, IT UTILITY DERICATION OF STATUS OF STATES OF TAXES BILLED.                     | I IS HEREI IVED FROM STOMERS DI NUES N THIS PAGI  | N REPORATION ARIZON URING CA THE AM INCLUD IN SALE E  E  NTY OF | RTED THAT A INTRASTA LENDAR YEA OUNT IN BOX ES \$7,942.50 (fc S TAXES BILL  SIGNATURE OF C | THE GROSS OPERATION OPERATION OPERATION OPERATION OPERATION OF All sites)  JUNIOR COLLECTED)  JUNIOR OF OFFICIAL  602-570-4557  DIE NUMBER  |